

HORIZONS EXCHANGE TRADED FUNDS SERIES

AUDITED FINANCIAL STATEMENTS

HORIZONS KOSPI 200 ETF
HORIZONS S&P EMERGING ASIA CONSUMER ETF
HORIZONS S&P GLOBAL CONSUMER BRANDS ETF
HORIZONS S&P ASIA EX JANZ FINANCIALS ETF
HORIZONS S&P ASIA EX JANZ IT ETF
HORIZONS S&P ASIA EX JANZ INDUSTRIALS ETF
HORIZONS S&P ASIA EX JANZ ENERGY ETF
HORIZONS S&P ASIA EX JANZ MATERIALS ETF
HORIZONS MSCI CHINA ETF
HORIZONS HANG SENG HIGH DIVIDEND YIELD ETF

FOR THE YEAR ENDED 31 MARCH 2015

HORIZONS CSI 300 ETF

FOR THE PERIOD FROM 24 SEPTEMBER 2014 (DATE OF INCEPTION) TO 31 MARCH 2015

(SUB-FUNDS OF HORIZONS EXCHANGE TRADED FUNDS SERIES)

HORIZONS EXCHANGE TRADED FUNDS SERIES

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IMPORTANT:

Any opinion expressed herein reflects the Manager's view only and are subject to change. For more information about Horizons Exchange Traded Funds Series, please refer to the prospectus of the Horizons Exchange Traded Funds Series which is available at our website: www.horizonsetfs.com.hk.


Investors should not rely on the information contained in this report for their investment decisions.

HORIZONS EXCHANGE TRADED FUNDS SERIES

REPORT OF THE TRUSTEE TO THE UNITHOLDERS

We hereby confirm that, in our opinion, Mirae Asset Global Investments (Hong Kong) Limited, the Manager of the Horizons Exchange Traded Funds Series (the "Trust") has, in all material respects, managed the Trust, in accordance with the provisions of the trust deed dated 23 December 2010 as amended by the supplemental deeds dated 23 December 2011, 5 November 2012, 14 May 2013 and 3 September 2014 (collectively, the "Trust Deed"),

1. Horizons KOSPI 200 ETF
2. Horizons S&P Emerging Asia Consumer ETF
3. Horizons S&P Global Consumer Brands ETF
4. Horizons S&P Asia ex JANZ Financials ETF
5. Horizons S&P Asia ex JANZ IT ETF
6. Horizons S&P Asia ex JANZ Industrials ETF
7. Horizons S&P Asia ex JANZ Energy ETF
8. Horizons S&P Asia ex JANZ Materials ETF
9. Horizons MSCI China ETF
10. Horizons Hang Seng High Dividend Yield ETF
for the year ended 31 March 2015; and
11. Horizons CSI 300 ETF
for the period from 24 September 2014 (date of inception) to 31 March 2015.



Cititrust Limited (the "Trustee")
6 July 2015

Independent auditors' report

To the unitholders of Horizons Exchange Traded Funds Series (the "Trust")
(An umbrella unit trust established under the laws of Hong Kong)

We have audited the financial statements of Horizons KOSPI 200 ETF, Horizons S&P Emerging Asia Consumer ETF, Horizons S&P Global Consumer Brands ETF, Horizons S&P Asia ex JANZ Financials ETF, Horizons S&P Asia ex JANZ IT ETF, Horizons S&P Asia ex JANZ Industrials ETF, Horizons S&P Asia ex JANZ Energy ETF, Horizons S&P Asia ex JANZ Materials ETF, Horizons MSCI China ETF, Horizons Hang Seng High Dividend Yield ETF and Horizons CSI 300 ETF (collectively, the "Sub-Funds") of the Trust set out on pages 4 to 96, which comprise the statement of net assets as at 31 March 2015 for each of the Sub-Funds, and the statement of profit or loss and other comprehensive income, the statement of changes in net assets attributable to unitholders and the statement of cash flows for the year then ended for Horizons KOSPI 200 ETF, Horizons S&P Emerging Asia Consumer ETF, Horizons S&P Global Consumer Brands ETF, Horizons S&P Asia ex JANZ Financials ETF, Horizons S&P Asia ex JANZ IT ETF, Horizons S&P Asia ex JANZ Industrials ETF, Horizons S&P Asia ex JANZ Energy ETF, Horizons S&P Asia ex JANZ Materials ETF, Horizons MSCI China ETF and Horizons Hang Seng High Dividend Yield ETF, and for the period from 24 September 2014 (date of inception) to 31 March 2015 for Horizons CSI 300 ETF, and a summary of significant accounting policies and other explanatory information.

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

The Trustee and the Manager (the "Management") of the Sub-Funds of the Trust are responsible for the preparation of financial statements that give a true and fair view in accordance with International Financial Reporting Standards, and are responsible for ensuring that the financial statements have been properly prepared in accordance with the relevant disclosure provisions of the trust deed of the Sub-Funds dated 23 December 2010 as amended by the supplemental deeds dated 23 December 2011, 5 November 2012, 14 May 2013 and 3 September 2014 (collectively, the "Trust Deed"), and the disclosure requirements specified in Appendix E to the Code on Unit Trusts and Mutual Funds of the Securities and Futures Commission of Hong Kong (the "SFC Code") and for such internal control as the Management determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. Our 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 International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. We are also required to assess whether the financial statements have been properly prepared, in all material respects, in accordance with the relevant disclosure provisions of the Trust Deed and the disclosure requirements specified in Appendix E to the SFC Code.

Independent auditors' report (continued)

To the unitholders of Horizons Exchange Traded Funds Series (The "Trust")
(An umbrella unit trust established under the laws of Hong Kong)

Auditors' responsibility (continued)

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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 auditors consider internal control relevant to the Sub-Funds' preparation of financial statements that gives a true and fair view 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 Management, as well as evaluating the overall presentation of the financial statements.

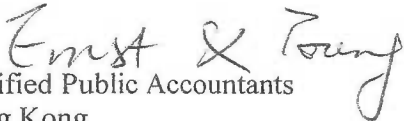
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of each of the Sub-Funds as at 31 March 2015, and of their financial performance and cash flows for the year then ended for Horizons KOSPI 200 ETF, Horizons S&P Emerging Asia Consumer ETF, Horizons S&P Global Consumer Brands ETF, Horizons S&P Asia ex JANZ Financials ETF, Horizons S&P Asia ex JANZ IT ETF, Horizons S&P Asia ex JANZ Industrials ETF, Horizons S&P Asia ex JANZ Energy ETF, Horizons S&P Asia ex JANZ Materials ETF, Horizons MSCI China ETF and Horizons Hang Seng High Dividend Yield ETF, and for the period from 24 September 2014 (date of inception) to 31 March 2015 for Horizons CSI 300 ETF, in accordance with International Financial Reporting Standards.

Report on other legal and regulatory requirements

In our opinion, the financial statements have been properly prepared, in all material respects, in accordance with the relevant disclosure provisions of the Trust Deed and the disclosure requirements specified in Appendix E to the SFC Code.


Certified Public Accountants
Hong Kong
6 July 2015

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF NET ASSETS

As at 31 March 2015

	Notes	Horizons KOSPI 200 ETF		Horizons S&P Emerging Asia Consumer ETF		Horizons S&P Global Consumer Brands ETF		Horizons S&P Asia ex JAPAN Financials ETF	
		2015	2014	2015	2014	2015	2014	2015	2014
		HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
CURRENT ASSETS									
Financial assets at fair value through profit or loss	6(e), 11(b)(i)	38,531,338	39,936,167	86,549,873	235,184,528	134,560,638	180,390,599	22,596,304	18,759,602
Amount due from brokers		–	–	–	–	61,657	60,000	–	–
Dividends receivable		359,196	315,924	–	–	341,019	127,199	43,255	28,996
Prepayment		–	102	–	–	–	–	–	–
Bank balances	6(e)	185,715	240,784	819,580	291,761	1,055,099	841,970	99,274	19,466
TOTAL ASSETS		39,076,249	40,492,977	87,369,453	235,476,289	136,018,413	181,419,768	22,738,833	18,808,064
CURRENT LIABILITIES									
Management fee payable	6(b)	1,696	1,684	34,739	87,606	54,765	69,089	8,810	6,968
Trustee fee payable	6(c)	4,069	4,041	9,264	23,361	14,604	18,424	2,349	1,858
Formation fee payable	6(d)(i)	–	–	14,311	177,104	13,913	172,171	14,311	177,104
Administration fee payable	6(d)(ii)	3,696	3,872	13,896	35,043	21,906	27,635	3,524	2,787
Amount due to brokers		–	–	–	–	32,849	31,195	–	–
Other payables	6(g)	373	168	15,000	15,000	15,000	–	–	–
TOTAL LIABILITIES		9,834	9,765	87,210	338,114	153,037	318,514	28,994	188,717
EQUITY									
Net assets attributable to unitholders	3	39,066,415	40,483,212	87,282,243	235,138,175	135,865,376	181,101,254	22,709,839	18,619,347
TOTAL LIABILITIES AND EQUITY		39,076,249	40,492,977	87,369,453	235,476,289	136,018,413	181,419,768	22,738,833	18,808,064
Number of units in issue	3(b)	2,000,000	2,000,000	4,000,000	11,000,000	4,800,000	6,000,000	800,000	800,000
Net asset value per unit	3(b)	19.5332	20.2417	21.8206	21.3762	28.3053	30.1836	28.3873	23.2742

Mirae Asset Global Investments (Hong Kong) Limited

The accompanying notes are an integral part of these financial statements.

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF NET ASSETS (CONTINUED)

As at 31 March 2015

	Notes	Horizons S&P Asia ex JANZ IT ETF		Horizons S&P Asia ex JANZ Industrials ETF		Horizons S&P Asia ex JANZ Energy ETF		Horizons S&P Asia ex JANZ Materials ETF	
		2015	2014	2015	2014	2015	2014	2015	2014
		HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
CURRENT ASSETS									
Financial assets at fair value through profit or loss	6(e), 11(b)(i)	31,795,139	39,482,947	17,649,626	21,726,658	12,186,698	13,700,836	20,115,205	21,358,479
Dividends receivable		88,809	96,438	89,145	68,507	24,022	53,066	103,748	106,364
Bank balances	6(e)	234,938	53,404	92,849	51,281	74,777	60,129	109,829	37,485
TOTAL ASSETS		32,118,886	39,632,789	17,831,620	21,846,446	12,285,497	13,814,031	20,328,782	21,502,328
CURRENT LIABILITIES									
Management fee payable	6(b)	12,627	15,110	6,927	8,194	4,823	5,133	7,981	7,998
Trustee fee payable	6(c)	3,367	4,030	1,847	2,185	1,286	1,369	2,128	2,133
Formation fee payable	6(d)(i)	14,312	177,104	14,311	177,104	14,312	177,104	14,312	177,104
Administration fee payable	6(d)(ii)	5,051	6,044	2,771	3,278	1,929	2,053	3,192	3,199
TOTAL LIABILITIES		35,357	202,288	25,856	190,761	22,350	185,659	27,613	190,434
EQUITY									
Net assets attributable to unitholders	3	32,083,529	39,430,501	17,805,764	21,655,685	12,263,147	13,628,372	20,301,169	21,311,894
TOTAL LIABILITIES AND EQUITY		32,118,886	39,632,789	17,831,620	21,846,446	12,285,497	13,814,031	20,328,782	21,502,328
Number of units in issue	3(b)	1,000,000	1,400,000	800,000	1,000,000	800,000	800,000	1,200,000	1,200,000
Net asset value per unit	3(b)	32.0835	28.1647	22.2572	21.6557	15.3289	17.0355	16.9176	17.7600



Mirae Asset Global Investments (Hong Kong) Limited

The accompanying notes are an integral part of these financial statements.

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF NET ASSETS (CONTINUED)

As at 31 March 2015

	Notes	Horizons MSCI China ETF		Horizons Hang Seng High Dividend Yield ETF		Horizons CSI 300 ETF	
		2015 HK\$	2014 HK\$	2015 HK\$	2014 HK\$	2015 RMB	
CURRENT ASSETS							
Financial assets at fair value through profit or loss	6(e), 11(b)(i)	313,513,364	291,019,540	323,230,763	234,840,330	348,603,570	
Dividends receivable		–	–	360,733	504,183	–	
Deposit reserve – China Exchange Clearing		–	–	–	–	50,399	
Bank balances	6(e)	2,672,909	1,850,536	3,547,923	1,061,091	876,135	
TOTAL ASSETS		316,186,273	292,870,076	327,139,419	236,405,604	349,530,104	
CURRENT LIABILITIES							
Management fee payable	6(b)	13,119	12,549	50,570	35,545	73,055	
Trustee fee payable	6(c)	26,774	25,611	28,094	19,747	35,066	
Formation fee payable	6(d)(i)	204,631	219,793	204,631	219,793	496,096	
Administration fee payable	6(d)(ii)	27,042	25,867	28,094	19,747	35,067	
Other payables	6(g)	–	15,000	–	–	24,000	
		271,566	298,820	311,389	294,832	663,284	
NON-CURRENT LIABILITIES							
Formation fee payable	6(d)(i)	–	172,436	–	172,436	386,148	
TOTAL LIABILITIES		271,566	471,256	311,389	467,268	1,049,432	
EQUITY							
Net assets attributable to unitholders	3	315,914,707	292,398,820	326,828,030	235,938,336	348,480,672	
TOTAL LIABILITIES AND EQUITY		316,186,273	292,870,076	327,139,419	236,405,604	349,530,104	
Number of units in issue	3(b)	12,200,000	14,000,000	14,200,000	12,000,000	26,000,000	
Net asset value per unit	3(b)	25.8946	20.8857	23.0161	19.6616	13.4031	

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Mirae Asset Global Investments (Hong Kong) Limited

The accompanying notes are an integral part of these financial statements.

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 March 2015

Notes	Horizons KOSPI 200 ETF		Horizons S&P Emerging Asia Consumer ETF		Horizons S&P Global Consumer Brands ETF		Horizons S&P Asia ex JAPAN Financials ETF	
	For the year ended 31 March 2015	For the year ended 31 March 2014	For the year ended 31 March 2015	For the year ended 31 March 2014	For the year ended 31 March 2015	For the year ended 31 March 2014	For the year ended 31 March 2015	For the year ended 31 March 2014
	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
INCOME								
Dividend income	540,543	461,320	5,115,760	5,861,818	4,122,877	4,048,857	696,103	1,285,598
Interest income	255	105	30	33	30	39	2	17
Other income	—	—	—	8,525	—	8,525	—	8,525
Net gain/(loss) on financial assets at fair value through profit or loss	(1,661,143)	(586,811)	(3,797,691)	(3,657,974)	(13,674,391)	33,671,781	3,664,928	(3,010,812)
Net exchange gain/(loss)	(13,276)	16,776	(444,360)	(502,988)	(103,409)	(51,650)	(1,391)	(40,628)
	(1,133,621)	(108,610)	873,739	1,709,414	(9,654,893)	37,677,552	4,359,642	(1,757,300)
EXPENSES								
Management fee	(20,173)	(49,703)	(884,602)	(1,031,703)	(730,445)	(815,032)	(94,691)	(148,040)
Trustee fee	(48,415)	(33,942)	(235,894)	(275,120)	(194,786)	(217,343)	(25,251)	(39,477)
Custody fee and bank charges	(35,270)	(812)	(122,423)	(49,888)	(20,340)	(4,455)	(7,691)	(32,314)
Transaction costs on financial assets at fair value through profit or loss	(11,993)	(37,540)	(457,422)	(372,532)	(66,059)	(143,336)	(3,856)	(60,012)
Professional fee	—	—	(63,878)	(153,002)	—	—	(39,220)	(63,302)
Administration fee	(48,415)	(35,128)	(353,841)	(412,681)	(292,178)	(326,013)	(37,876)	(59,216)
Other expense	—	(349)	—	—	—	—	—	—
	(164,266)	(157,474)	(2,118,060)	(2,294,926)	(1,303,808)	(1,506,179)	(208,585)	(402,361)
Operating profit/(loss)	(1,297,887)	(266,084)	(1,244,321)	(585,512)	(10,958,701)	36,171,373	4,151,057	(2,159,661)
FINANCE COSTS								
Interest expense	(4)	—	(14,130)	(8,141)	(3)	(915)	—	(38)
Profit/(loss) before tax	(1,297,891)	(266,084)	(1,258,451)	(593,653)	(10,958,704)	36,170,458	4,151,057	(2,159,699)
Withholding tax on dividend income	(118,906)	(101,963)	(475,685)	(741,925)	(1,030,284)	(823,412)	(60,565)	(117,516)
Withholding tax on capital gains	—	—	(345,158)	(236,309)	—	—	—	—
Profit/(loss) after tax and total comprehensive income for the year	(1,416,797)	(368,047)	(2,079,294)	(1,571,887)	(11,988,988)	35,347,046	4,090,492	(2,277,215)

The accompanying notes are an integral part of these financial statements.

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)

For the year ended 31 March 2015

	Notes	Horizons S&P Asia ex JANZ IT ETF		Horizons S&P Asia ex JANZ Industrials ETF		Horizons S&P Asia ex JANZ Energy ETF		Horizons S&P Asia ex JANZ Materials ETF	
		For the year ended 31 March 2015	For the year ended 31 March 2014	For the year ended 31 March 2015	For the year ended 31 March 2014	For the year ended 31 March 2015	For the year ended 31 March 2014	For the year ended 31 March 2015	For the year ended 31 March 2014
		HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
INCOME									
Dividend income		625,263	586,736	598,649	738,578	454,850	533,800	572,809	471,027
Interest income		27	92	6	25	2	4	2	4
Other income		—	8,525	—	8,525	—	8,525	—	8,525
Net gain/(loss) on financial assets at fair value through profit or loss	5	4,468,757	4,542,791	284,544	(2,002,446)	(1,601,225)	(1,744,489)	(1,234,692)	(312,095)
Net exchange gain/(loss)		(28,149)	131,540	(18,804)	(14,523)	(2,420)	(13,609)	(7,008)	(2,307)
		5,065,898	5,269,684	864,395	(1,269,841)	(1,148,793)	(1,215,769)	(668,889)	165,154
EXPENSES									
Management fee	6(b)	(178,913)	(175,970)	(80,660)	(136,949)	(62,963)	(70,494)	(96,771)	(96,679)
Trustee fee	6(c)	(47,710)	(46,926)	(21,510)	(36,520)	(16,790)	(18,798)	(25,806)	(25,781)
Custody fee and bank charges	6(d)(iii)	(30,032)	(1,953)	(29,577)	(7,142)	(3,520)	(9,036)	(5,794)	(3,195)
Transaction costs on financial assets at fair value through profit or loss	6(a)	(39,193)	(148,130)	(19,083)	(68,333)	(2,419)	(10,681)	(5,463)	(3,964)
Professional fee		(67,100)	(66,490)	(63,878)	(63,302)	(67,100)	(63,302)	(67,100)	(66,490)
Administration fee	6(d)(ii)	(71,565)	(70,388)	(32,264)	(54,779)	(25,185)	(28,198)	(38,708)	(38,672)
		(434,513)	(509,857)	(246,972)	(367,025)	(177,977)	(200,509)	(239,642)	(234,781)
Operating profit/(loss)		4,631,385	4,759,827	617,423	(1,636,866)	(1,326,770)	(1,416,278)	(908,531)	(69,627)
FINANCE COSTS									
Interest expense		(808)	(296)	(369)	(502)	—	(73)	(440)	(318)
Profit/(loss) before tax		4,630,577	4,759,531	617,054	(1,637,368)	(1,326,770)	(1,416,351)	(908,971)	(69,945)
Withholding tax on dividend income	8	(110,935)	(111,063)	(21,623)	(58,667)	(38,455)	(50,622)	(101,754)	(79,023)
Withholding tax on capital gains	8	—	—	—	—	—	—	—	(917)
Profit/(loss) after tax and total comprehensive income for the year		4,519,642	4,648,468	595,431	(1,696,035)	(1,365,225)	(1,466,973)	(1,010,725)	(149,885)

The accompanying notes are an integral part of these financial statements.

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)

For the year/period ended 31 March 2015

	Notes	Horizons MSCI China ETF	Horizons Hang Seng High Dividend Yield ETF	Horizons CSI 300 ETF
		For the year ended 31 March 2015 HK\$	For the period from 11 June 2013 (date of inception) to 31 March 2014 HK\$	For the period from 24 September 2014 (date of inception) to 31 March 2015 RMB
INCOME				
Dividend income		10,523,879	3,994,177	167,660
Interest income		35	21	17,625
Net gain on financial assets at fair value through profit or loss	5	56,479,467	23,672,468	199,216,440
Net exchange gain/(loss)		67,003,381	27,666,666	199,401,725
EXPENSES				
Management fee	6(b)	(152,571)	(130,732)	(461,397)
Trustee fee	6(c)	(311,369)	(266,801)	(221,471)
Custody fee and bank charges	6(d)(iii)	(177,461)	(165,719)	(726,866)
Transaction costs on financial assets at fair value through profit or loss	6(a)	(136,523)	(679,369)	(845,424)
Formation fee	6(d)(i)	—	(529,997)	(1,062,987)
Administration fee	6(d)(ii)	(314,483)	(269,468)	(221,470)
Other expense		—	—	(1,800)
		(1,092,407)	(2,042,086)	(3,541,415)
Operating profit		65,910,974	25,624,580	195,860,310
Profit before tax		65,910,974	25,624,580	195,860,310
Withholding tax on dividend income	8	(865,471)	(318,561)	(19,198)
Profit after tax and total comprehensive income for the year/period		65,045,503	25,306,019	195,841,112

The accompanying notes are an integral part of these financial statements.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

	<u>Horizons KOSPI 200 ETF</u>		<u>Horizons S&P Emerging Asia</u>		<u>Horizons S&P Global</u>		<u>Horizons S&P Asia ex JAPAN</u>	
	For the year ended 31 March 2015	For the year ended 31 March 2014	For the year ended 31 March 2015	For the year ended 31 March 2014	For the year ended 31 March 2015	For the year ended 31 March 2014	For the year ended 31 March 2015	For the year ended 31 March 2014
	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
Balance at the beginning of the year	40,483,212	29,482,256	235,138,175	277,372,177	181,101,254	188,141,473	18,619,347	48,889,422
Issue of units during the year	-	20,827,132	-	41,233,992	-	22,161,671	-	4,561,979
Redemption of units during the year	-	(9,458,129)	(145,776,638)	(81,896,107)	(33,246,890)	(64,548,936)	-	(32,554,839)
- cash redemption and cash component	-	11,369,003	(145,776,638)	(40,662,115)	(33,246,890)	(42,387,265)	-	(27,992,860)
Net issue/(redemption) of units	-	11,369,003	(145,776,638)	(40,662,115)	(33,246,890)	(42,387,265)	-	(27,992,860)
Profit/(loss) after tax and total comprehensive income for the year	(1,416,797)	(368,047)	(2,079,294)	(1,571,887)	(11,988,988)	35,347,046	4,090,492	(2,277,215)
Balance at the end of the year	39,066,415	40,483,212	87,282,243	235,138,175	135,865,376	181,101,254	22,709,839	18,619,347

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HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (CONTINUED)

For the year ended 31 March 2015

	Horizons S&P Asia ex JANZ IT ETF	For the year ended 31 March 2015 HK\$	Horizons S&P Asia ex JANZ Industrials ETF	For the year ended 31 March 2015 HK\$	Horizons S&P Asia ex JANZ Energy ETF	For the year ended 31 March 2015 HK\$	Horizons S&P Asia ex JANZ Materials ETF	For the year ended 31 March 2015 HK\$	For the year ended 31 March 2014 HK\$
Balance at the beginning of the year	39,430,501	81,876,467	21,655,685	52,250,277	13,628,372	15,102,100	21,311,894	21,461,779	
Issue of units during the year	-	-	-	-	-	3,385,859	-	-	-
- cash creation and cash component									
Redemption of units during the year	(11,866,614)	(47,094,434)	(4,445,352)	(28,898,557)	-	(3,392,614)	-	-	-
- cash redemption and cash component									
Net redemption of units	(11,866,614)	(47,094,434)	(4,445,352)	(28,898,557)	-	(6,755)	-	-	-
Profit/(loss) after tax and total comprehensive income for the year	4,519,642	4,648,468	595,431	(1,696,035)	(1,365,225)	(1,466,973)	(1,010,725)	(149,885)	
Balance at the end of the year	32,083,529	39,430,501	17,805,764	21,655,685	12,263,147	13,628,372	20,301,169	21,311,894	

The accompanying notes are an integral part of these financial statements.

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (CONTINUED)

For the year/period ended 31 March 2015

	Horizons MSCI China ETF		Horizons Hang Seng High Dividend Yield ETF		Horizons CSI 300 ETF
	For the year ended 31 March 2015 HK\$	For the period from 11 June 2013 (date of inception) to 31 March 2014 HK\$	For the year ended 31 March 2015 HK\$	For the period from 11 June 2013 (date of inception) to 31 March 2014 HK\$	For the period from 24 September 2014 (date of inception) to 31 March 2015 RMB
Balance at the beginning of the year/date of inception	292,398,820	-	235,938,336	-	-
Issue of units during the year/period					
- in-kind ¹	-	46,583,832	81,339,160	31,049,400	-
- cash creation and cash component	-	372,578,060	744,440	231,504,819	351,681,034
Redemption of units during the year/period					
- in-kind ¹	(13,505,040)	(129,244,108)	(30,375,639)	-	-
- cash redemption and cash component	(28,024,576)	(22,824,983)	(281,841)	(32,467,583)	(199,041,474)
Net issue/(redemption) of units	(41,529,616)	267,092,801	51,426,120	230,086,636	152,639,560
Profit after tax and total comprehensive income for the year/period	65,045,503	25,306,019	39,463,574	5,851,700	195,841,112
Balance at the end of the year/period	315,914,707	292,398,820	326,828,030	235,938,336	348,480,672

¹ For major non-cash transactions, please refer to note 4.

The accompanying notes are an integral part of these financial statements.

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF CASH FLOWS

For the year ended 31 March 2015

Note	Horizons KOSPI 200 ETF	
	For the year ended 31 March 2015 HK\$	For the year ended 31 March 2014 HK\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(1,297,891)	(266,084)
Adjustments for:		
Dividend income	(540,543)	(461,320)
Interest income	(255)	(105)
Interest expense	4	—
	<u>(1,838,685)</u>	<u>(727,509)</u>
Decrease/(increase) in financial assets at fair value through profit or loss	1,404,829	(10,705,234)
Decrease in prepayment	102	16,645
Increase/(decrease) in management fee payable	12	(7,100)
Increase in trustee fee payable	28	1,030
(Decrease)/increase in administration fee payable	(176)	735
Increase in other payables	205	43
Cash used in operations	<u>(433,685)</u>	<u>(11,421,390)</u>
Dividends received, net of tax	378,365	258,916
Interest received	255	105
Interest paid	(4)	—
Net cash flows used in operating activities	<u>(55,069)</u>	<u>(11,162,369)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash received from issue of units	—	20,827,132
Cash paid on redemption of units	—	(9,458,129)
Net cash flows from financing activities	<u>—</u>	<u>11,369,003</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		
	(55,069)	206,634
Cash and cash equivalents at the beginning of the year	<u>240,784</u>	<u>34,150</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	<u>185,715</u>	<u>240,784</u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances	6(e) <u>185,715</u>	<u>240,784</u>

The accompanying notes are an integral part of these financial statements.

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF CASH FLOWS (CONTINUED)

For the year ended 31 March 2015

	<u>Horizons S&P Emerging Asia Consumer ETF</u>	
	For the year ended 31 March 2015	For the year ended 31 March 2014
Note	HK\$	HK\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(1,258,451)	(593,653)
Adjustments for:		
Dividend income	(5,115,760)	(5,861,818)
Interest income	(30)	(33)
Interest expense	14,130	8,141
	(6,360,111)	(6,447,363)
Decrease in financial assets at fair value through profit or loss	148,634,655	42,416,076
Decrease in amount due from brokers	—	332,300
Decrease in management fee payable	(52,867)	(9,628)
Decrease in trustee fee payable	(14,097)	(2,568)
Decrease in formation fee payable	(162,793)	(172,399)
Decrease in administration fee payable	(21,147)	(3,850)
Decrease in amount due to participating dealers	—	(674,465)
Decrease in amount due to brokers	—	(13,356,657)
Decrease in other payables	—	(75,000)
Cash generated from operations	142,023,640	22,006,446
Dividends received, net of tax	4,640,075	5,192,655
Interest received	30	33
Interest paid	(14,130)	(8,141)
Withholding tax on capital gains paid	(345,158)	(236,309)
Net cash flows from operating activities	<u>146,304,457</u>	<u>26,954,684</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash received from issue of units	—	41,233,992
Cash paid on redemption of units	(145,776,638)	(81,896,107)
Net cash flows used in financing activities	<u>(145,776,638)</u>	<u>(40,662,115)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	<u>527,819</u>	<u>(13,707,431)</u>
Cash and cash equivalents at the beginning of the year	291,761	13,999,192
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	<u>819,580</u>	<u>291,761</u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances	6(e) <u>819,580</u>	<u>291,761</u>

The accompanying notes are an integral part of these financial statements.

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF CASH FLOWS (CONTINUED)

For the year ended 31 March 2015

		Horizons S&P Global	Consumer Brands ETF
		For the year ended	For the year ended
		31 March 2015	31 March 2014
	Note	HK\$	HK\$
CASH FLOWS FROM OPERATING ACTIVITIES			
(Loss)/profit before tax		(10,958,704)	36,170,458
Adjustments for:			
Dividend income		(4,122,877)	(4,048,857)
Interest income		(30)	(39)
Interest expense		3	915
		(15,081,608)	32,122,477
Decrease in financial assets at fair value through profit or loss		45,829,961	7,045,527
Increase in amount due from brokers		(1,657)	(31,194)
Decrease in management fee payable		(14,324)	(2,723)
Decrease in trustee fee payable		(3,820)	(726)
Decrease in formation fee payable		(158,258)	(167,847)
Decrease in administration fee payable		(5,729)	(1,090)
Increase in amount due to brokers		1,654	31,195
Increase/(decrease) in other payables		15,000	(30,000)
Cash generated from operations		30,581,219	38,965,619
Dividends received, net of tax		2,878,773	3,279,036
Interest received		30	39
Interest paid		(3)	(915)
Net cash flows from operating activities		33,460,019	42,243,779
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash received from issue of units		—	22,161,671
Cash paid on redemption of units		(33,246,890)	(64,548,936)
Net cash flows used in financing activities		(33,246,890)	(42,387,265)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS			
		213,129	(143,486)
Cash and cash equivalents at the beginning of the year		841,970	985,456
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		1,055,099	841,970
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Bank balances	6(e)	1,055,099	841,970

The accompanying notes are an integral part of these financial statements.

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF CASH FLOWS (CONTINUED)

For the year ended 31 March 2015

		Horizons S&P Asia ex JANZ Financials ETF	
		For the year ended	For the year ended
		31 March 2015	31 March 2014
	Note	HK\$	HK\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit/(loss) before tax		4,151,057	(2,159,699)
Adjustments for:			
Dividend income		(696,103)	(1,285,598)
Interest income		(2)	(17)
Interest expense		—	38
		<u>3,454,952</u>	<u>(3,445,276)</u>
(Increase)/decrease in financial assets at fair value through profit or loss		(3,836,702)	30,158,289
Increase/(decrease) in management fee payable		1,842	(11,832)
Increase/(decrease) in trustee fee payable		491	(3,155)
Decrease in formation fee payable		(162,793)	(172,399)
Increase/(decrease) in administration fee payable		737	(4,733)
Decrease in other payables		—	(15,000)
Cash (used in)/generated from operations		<u>(541,473)</u>	<u>26,505,894</u>
Dividends received, net of tax		621,279	1,216,435
Interest received		2	17
Interest paid		—	(38)
Net cash flows from operating activities		<u>79,808</u>	<u>27,722,308</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash received from issue of units		—	4,561,979
Cash paid on redemption of units		—	(32,554,839)
Net cash flows used in financing activities		<u>—</u>	<u>(27,992,860)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS			
		79,808	(270,552)
Cash and cash equivalents at the beginning of the year		<u>19,466</u>	<u>290,018</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		<u>99,274</u>	<u>19,466</u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Bank balances	6(e)	99,274	19,466

The accompanying notes are an integral part of these financial statements.

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF CASH FLOWS (CONTINUED)

For the year ended 31 March 2015

		Horizons S&P Asia ex JANZ IT ETF	
		For the year ended	For the year ended
		31 March 2015	31 March 2014
	Note	HK\$	HK\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		4,630,577	4,759,531
Adjustments for:			
Dividend income		(625,263)	(586,736)
Interest income		(27)	(92)
Interest expense		808	296
		<u>4,006,095</u>	<u>4,172,999</u>
Decrease in financial assets at fair value through profit or loss		7,687,808	42,587,960
Decrease in management fee payable		(2,483)	(14,871)
Decrease in trustee fee payable		(663)	(3,965)
Decrease in formation fee payable		(162,792)	(172,399)
Decrease in administration fee payable		(993)	(5,948)
Decrease in other payables		—	(15,000)
Cash generated from operations		<u>11,526,972</u>	<u>46,548,776</u>
Dividends received, net of tax		521,957	487,434
Interest received		27	92
Interest paid		(808)	(296)
Net cash flows from operating activities		<u>12,048,148</u>	<u>47,036,006</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash paid on redemption of units		(11,866,614)	(47,094,434)
Net cash flows used in financing activities		<u>(11,866,614)</u>	<u>(47,094,434)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS			
		181,534	(58,428)
Cash and cash equivalents at the beginning of the year		<u>53,404</u>	<u>111,832</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		<u>234,938</u>	<u>53,404</u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Bank balances	6(e)	234,938	53,404

The accompanying notes are an integral part of these financial statements.

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF CASH FLOWS (CONTINUED)

For the year ended 31 March 2015

		Horizons S&P Asia ex JANZ Industrials ETF	
		For the year ended	For the year ended
		31 March 2015	31 March 2014
	Note	HK\$	HK\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit/(loss) before tax		617,054	(1,637,368)
Adjustments for:			
Dividend income		(598,649)	(738,578)
Interest income		(6)	(25)
Interest expense		369	502
		18,768	(2,375,469)
Decrease in financial assets at fair value through profit or loss		4,077,032	30,450,039
Decrease in management fee payable		(1,267)	(12,038)
Decrease in trustee fee payable		(338)	(3,210)
Decrease in formation fee payable		(162,793)	(172,399)
Decrease in administration fee payable		(507)	(4,815)
Cash generated from operations		3,930,895	27,882,108
Dividends received, net of tax		556,388	845,332
Interest received		6	25
Interest paid		(369)	(502)
Net cash flows from operating activities		<u>4,486,920</u>	<u>28,726,963</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash paid on redemption of units		(4,445,352)	(28,898,557)
Net cash flows used in financing activities		<u>(4,445,352)</u>	<u>(28,898,557)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS			
		41,568	(171,594)
Cash and cash equivalents at the beginning of the year		51,281	222,875
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		<u>92,849</u>	<u>51,281</u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Bank balances	6(e)	92,849	51,281

The accompanying notes are an integral part of these financial statements.

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF CASH FLOWS (CONTINUED)

For the year ended 31 March 2015

		Horizons S&P Asia ex JANZ Energy ETF	
		For the year ended	For the year ended
		31 March 2015	31 March 2014
Note		HK\$	HK\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Loss before tax		(1,326,770)	(1,416,351)
Adjustments for:			
Dividend income		(454,850)	(533,800)
Interest income		(2)	(4)
Interest expense		—	73
		(1,781,622)	(1,950,082)
Decrease in financial assets at fair value through profit or loss		1,514,138	1,558,585
Decrease in amount due from brokers		—	123,109
Decrease in management fee payable		(310)	(515)
Decrease in trustee fee payable		(83)	(137)
Decrease in formation fee payable		(162,792)	(172,399)
Decrease in administration fee payable		(124)	(206)
Decrease in other payables		—	(15,000)
Cash used in operations		(430,793)	(456,645)
Dividends received, net of tax		445,439	478,507
Interest received		2	4
Interest paid		—	(73)
Net cash flows from operating activities		14,648	21,793
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash received from issue of units		—	3,385,859
Cash paid on redemption of units		—	(3,392,614)
Net cash flows used in financing activities		—	(6,755)
NET INCREASE IN CASH AND CASH EQUIVALENTS			
Cash and cash equivalents at the beginning of the year		14,648	15,038
		60,129	45,091
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR			
		74,777	60,129
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Bank balances	6(e)	74,777	60,129

The accompanying notes are an integral part of these financial statements.

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF CASH FLOWS (CONTINUED)

For the year ended 31 March 2015

		Horizons S&P Asia ex JANZ Materials ETF	
		For the year ended	For the year ended
		31 March 2015	31 March 2014
	Note	HK\$	HK\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Loss before tax		(908,971)	(69,945)
Adjustments for:			
Dividend income		(572,809)	(471,027)
Interest income		(2)	(4)
Interest expense		440	318
		(1,481,342)	(540,658)
Decrease in financial assets at fair value through profit or loss		1,243,274	212,817
(Decrease)/increase in management fee payable		(17)	137
(Decrease)/increase in trustee fee payable		(5)	37
Decrease in formation fee payable		(162,792)	(172,399)
(Decrease)/increase in administration fee payable		(7)	55
Decrease in other payables		–	(15,000)
Cash used in operations		(400,889)	(515,011)
Dividends received, net of tax		473,671	355,447
Interest received		2	4
Interest paid		(440)	(318)
Withholding tax on capital gains paid		–	(917)
Net cash flows from/(used in) operating activities		<u>72,344</u>	<u>(160,795)</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS			
		72,344	(160,795)
Cash and cash equivalents at the beginning of the year		<u>37,485</u>	<u>198,280</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR		<u><u>109,829</u></u>	<u><u>37,485</u></u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Bank balances	6(e)	109,829	37,485

The accompanying notes are an integral part of these financial statements.

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF CASH FLOWS (CONTINUED)

For the year ended 31 March 2015

	Horizons MSCI China ETF	
	For the year ended	For the period from
	31 March 2015	11 June 2013
	(date of inception) to	
	31 March 2014	
Note	HK\$	HK\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	65,910,974	25,624,580
Adjustments for:		
Dividend income	(10,523,879)	(3,994,177)
Interest income	(35)	(21)
	55,387,060	21,630,382
Increase in financial assets at fair value through profit or loss	(35,998,864)	(373,679,816)
Increase in management fee payable	570	12,549
Increase in trustee fee payable	1,163	25,611
(Decrease)/increase in formation fee payable	(187,598)	392,229
Increase in administration fee payable	1,175	25,867
(Decrease)/increase in other payables	(15,000)	15,000
Cash generated from/(used in) operations	19,188,506	(351,578,178)
Dividends received, net of tax	9,658,408	3,675,616
Interest received	35	21
Net cash flows from/(used in) operating activities	28,846,949	(347,902,541)
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash received from issue of units	—	372,578,060
Cash paid on redemptions of units	(28,024,576)	(22,824,983)
Net cash flows (used in)/from financing activities	(28,024,576)	349,753,077
NET INCREASE IN CASH AND CASH EQUIVALENTS		
Cash and cash equivalents at the beginning of the year/period	822,373	1,850,536
	1,850,536	—
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR/PERIOD		
	2,672,909	1,850,536
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances	2,672,909	1,850,536

The accompanying notes are an integral part of these financial statements.

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF CASH FLOWS (CONTINUED)

For the year ended 31 March 2015

	Horizons Hang Seng High Dividend Yield ETF	
	For the year ended 31 March 2015	For the period from 11 June 2013 (date of inception) to 31 March 2014
Note	HK\$	HK\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	39,856,079	5,985,775
Adjustments for:		
Dividend income	(14,561,671)	(6,775,596)
Interest income	(37)	(20)
	<u>25,294,371</u>	<u>(789,841)</u>
Increase in financial assets at fair value through profit or loss	(37,426,912)	(203,790,930)
Increase in management fee payable	15,025	35,545
Increase in trustee fee payable	8,347	19,747
(Decrease)/increase in formation fee payable	(187,598)	392,229
Increase in administration fee payable	<u>8,347</u>	<u>19,747</u>
Cash used in operations	(12,288,420)	(204,113,503)
Dividends received, net of tax	14,312,616	6,137,338
Interest received	37	20
Net cash flows from/(used in) operating activities	<u>2,024,233</u>	<u>(197,976,145)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash received from issue of units	744,440	231,504,819
Cash paid on redemptions of units	<u>(281,841)</u>	<u>(32,467,583)</u>
Net cash flows from financing activities	<u>462,599</u>	<u>199,037,236</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS		
Cash and cash equivalents at the beginning of the year/period	<u>1,061,091</u>	<u>—</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR/PERIOD	<u>3,547,923</u>	<u>1,061,091</u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances	6(e) 3,547,923	1,061,091

The accompanying notes are an integral part of these financial statements.

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF CASH FLOWS (CONTINUED)

For the period from 24 September 2014 (date of inception) to 31 March 2015

	Note	Horizons CSI 300 ETF For the period from 24 September 2014 (date of inception) to 31 March 2015 RMB
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax		195,860,310
Adjustments for:		
Dividend income		(167,660)
Interest income		(17,625)
		<u>195,675,025</u>
Increase in financial assets at fair value through profit or loss		(348,603,570)
Increase in deposit reserve – China Exchange Clearing		(50,399)
Increase in management fee payable		73,055
Increase in trustee fee payable		35,066
Increase in formation fee payable		882,244
Increase in administration fee payable		35,067
Increase in other payables		24,000
Cash used in operations		<u>(151,929,512)</u>
Dividends received, net of tax		148,462
Interest received		17,625
Net cash flows used in operating activities		<u>(151,763,425)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash received from issue of units		351,681,034
Cash paid on redemptions of units		<u>(199,041,474)</u>
Net cash flows from financing activities		<u>152,639,560</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS		<u>876,135</u>
Cash and cash equivalents at the beginning of the period		<u>–</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		<u><u>876,135</u></u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances	6(e)	<u><u>876,135</u></u>

The accompanying notes are an integral part of these financial statements.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

1. GENERAL INFORMATION

Horizons Exchange Traded Funds Series (the “Trust”) is an umbrella unit trust governed by its trust deed dated 23 December 2010 as amended by the supplemental deeds dated 23 December 2011, 5 November 2012, 14 May 2013 and 3 September 2014 (collectively, the “Trust Deed”) between Mirae Asset Global Investments (Hong Kong) Limited (the “Manager”) and Cititrust Limited (the “Trustee”). The Trust Deed is governed by Hong Kong Law.

As at 31 March 2015, the Trust has established eleven sub-funds, each a separate sub-fund of the Trust and referred to individually or collectively as the “Sub-Fund(s)”, which are authorised by the Securities and Futures Commission of Hong Kong (the “SFC”) pursuant to section 104(1) of the Securities and Futures Ordinance. The Sub-Funds are also listed on the Stock Exchange of Hong Kong Limited (a subsidiary of The Hong Kong Exchanges and Clearing Limited):

<u>Name of Sub-Funds</u>	<u>Listing date on the Stock Exchange of Hong Kong Limited (the “SEHK”)</u>
Horizons KOSPI 200 ETF	17 January 2011
Horizons S&P Emerging Asia Consumer ETF	27 January 2012
Horizons S&P Global Consumer Brands ETF	27 January 2012
Horizons S&P Asia ex JANZ Financials ETF	27 January 2012
Horizons S&P Asia ex JANZ IT ETF	27 January 2012
Horizons S&P Asia ex JANZ Industrials ETF	27 January 2012
Horizons S&P Asia ex JANZ Energy ETF	27 January 2012
Horizons S&P Asia ex JANZ Materials ETF	27 January 2012
Horizons MSCI China ETF	17 June 2013
Horizons Hang Seng High Dividend Yield ETF	17 June 2013
Horizons CSI 300 ETF	26 September 2014

These financial statements relate to the above-mentioned Sub-Funds. The Manager and Cititrust Limited (the “Trustee”) (collectively, the “Management”) are responsible for the preparation of the financial statements.

Horizons KOSPI 200 ETF (“KOSPI 200 ETF”)

The objective of KOSPI 200 ETF (Stock code: 2835) is to provide investment results that, before deduction of fees and expenses, closely correspond to the performance of the KOSPI 200 Index by investing all, or substantially all, of the assets of KOSPI 200 ETF in index securities in substantially the same weightings as constituted in their underlying index.

Horizons S&P Emerging Asia Consumer ETF (“S&P Emerging Asia Consumer ETF”)

The objective of S&P Emerging Asia Consumer ETF (Stock code: 3054) is to provide investment results that, before deduction of fees and expenses, closely correspond to the performance of the S&P Emerging Asia Consumer Index by investing all, or substantially all, of the assets of S&P Emerging Asia Consumer ETF in index securities in substantially the same weightings as constituted in their underlying index.

Horizons S&P Global Consumer Brands ETF (“S&P Global Consumer Brands ETF”)

The objective of S&P Global Consumer Brands ETF (Stock code: 3056) is to provide investment results that, before deduction of fees and expenses, closely correspond to the performance of the S&P Global Consumer Enterprises Index by investing all, or substantially all, of the assets of S&P Global Consumer Brands ETF in index securities in substantially the same weightings as constituted in their underlying index.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

1. GENERAL INFORMATION (CONTINUED)

Horizons S&P Asia ex JANZ Financials ETF ("S&P Asia ex JANZ Financials ETF")

The objective of S&P Asia ex JANZ Financials ETF (Stock code: 3064) is to provide investment results that, before deduction of fees and expenses, closely correspond to the performance of the S&P Pan-Asia ex JANZ LargeCap Financials Index by investing all, or substantially all, of the assets of S&P Asia ex JANZ Financials ETF in index securities in substantially the same weightings as constituted in their underlying index.

Horizons S&P Asia ex JANZ IT ETF ("S&P Asia ex JANZ IT ETF")

The objective of S&P Asia ex JANZ IT ETF (Stock code: 3066) is to provide investment results that, before deduction of fees and expenses, closely correspond to the performance of the S&P Pan-Asia ex JANZ LargeCap Information Technology Index by investing all, or substantially all, of the assets of S&P Asia ex JANZ IT ETF in index securities in substantially the same weightings as constituted in their underlying index.

Horizons S&P Asia ex JANZ Industrials ETF ("S&P Asia ex JANZ Industrials ETF")

The objective of S&P Asia ex JANZ Industrials ETF (Stock code: 3075) is to provide investment results that, before deduction of fees and expenses, closely correspond to the performance of the S&P Pan-Asia ex JANZ LargeCap Industrials Index by investing all, or substantially all, of the assets of S&P Asia ex JANZ Industrials ETF in index securities in substantially the same weightings as constituted in their underlying index.

Horizons S&P Asia ex JANZ Energy ETF ("S&P Asia ex JANZ Energy ETF")

The objective of S&P Asia ex JANZ Energy ETF (Stock code: 3076) is to provide investment results that, before deduction of fees and expenses, closely correspond to the performance of the S&P Pan-Asia ex JANZ LargeCap Energy Index by investing all, or substantially all, of the assets of S&P Asia ex JANZ Energy ETF in index securities in substantially the same weightings as constituted in their underlying index.

Horizons S&P Asia ex JANZ Materials ETF ("S&P Asia ex JANZ Materials ETF")

The objective of S&P Asia ex JANZ Materials ETF (Stock code: 3078) is to provide investment results that, before deduction of fees and expenses, closely correspond to the performance of the S&P Pan-Asia ex JANZ LargeCap Materials Index by investing all, or substantially all, of the assets of S&P Asia ex JANZ Materials ETF in index securities in substantially the same weightings as constituted in their underlying index.

Horizons MSCI China ETF ("MSCI China ETF")

The objective of MSCI China ETF (Stock code: 3040) is to provide investment results that, before deduction of fees and expenses, closely correspond to the performance of the MSCI China Index by investing all, or substantially all, of the assets of MSCI China ETF in index securities in substantially the same weightings as constituted in their underlying index.

Horizons Hang Seng High Dividend Yield ETF ("Hang Seng High Dividend Yield ETF")

The objective of Hang Seng High Dividend Yield ETF (Stock code: 3110) is to provide investment results that, before deduction of fees and expenses, closely correspond to the performance of the Hang Seng High Dividend Yield Index by investing all, or substantially all, of the assets of Hang Seng High Dividend Yield ETF in index securities in substantially the same weightings as constituted in their underlying index.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

1. GENERAL INFORMATION (CONTINUED)

Horizons CSI 300 ETF (“CSI 300 ETF”)

The objective of CSI 300 ETF (RMB counter stock code: 83127, HK\$ counter stock code: 3127) is to provide investment results that, before deduction of fees and expenses, closely correspond to the performance of the CSI 300 Index by investing all, or substantially all, of the assets of CSI 300 ETF in index securities in substantially the same weightings as constituted in their underlying index.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

(a) Basis of preparation

The financial statements of the Sub-Funds have been prepared in accordance with International Financial Reporting Standards (“IFRSs”) as issued by the International Accounting Standards Board (“IASB”), and interpretations issued by the International Financial Reporting Interpretations Committee of the IASB and the relevant disclosure provisions of the Trust Deed and the relevant disclosure provisions specified in Appendix E of the Code on Unit Trusts and Mutual Funds of the SFC (the “SFC Code”). The financial statements have been prepared under the historical cost convention, except for financial assets classified as fair value through profit or loss that have been measured at fair value.

The preparation of financial statements, in conformity with IFRSs, requires the Management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts recognised in the financial statements and disclosure of contingent liabilities. 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.

Going concern

The Management has made an assessment of the Sub-Funds’ ability to continue as a going concern and is satisfied that the Sub-Funds have the resources to continue in business for the foreseeable future. Furthermore, the Management is not aware of any material uncertainties that may cast significant doubt upon the Sub-Funds’ ability to continue as a going concern. Therefore, the financial statements continue to be prepared on the going concern basis.

Taxes

Uncertainties exist with respect to the interpretation of complex tax regulations and changes in tax laws on foreign withholding tax. Given the wide range of international investments, differences arising between the actual investment income and the assumptions made, or future changes to such assumptions, could necessitate future adjustments to tax expense that is already recorded. The Sub-Funds establish provisions, based on reasonable estimates, for possible consequences of audits by the tax authorities of the respective countries in which the Sub-Funds invest. The amounts of such provisions are based on various factors, such as experience of previous tax audits and differing interpretations of tax regulations by the taxable entity and the responsible tax authority. Such differences of interpretation may arise on a wide variety of issues depending on the conditions prevailing in the respective investment’s domicile.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a) Basis of preparation (continued)

All references to net assets throughout the financial statements refer to net assets attributable to unitholders unless otherwise stated.

CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The Sub-Funds applied for the first time certain standards and amendments, which are effective for annual periods beginning on or after 1 January 2014.

Offsetting Financial Assets and Financial Liabilities - Amendments to IAS 32

These amendments clarify the meaning of “currently has a legally enforceable right to set-off” and the criteria for non-simultaneous settlement mechanisms of clearing houses to qualify for offsetting and is applied retrospectively. These amendments have no impact on the Sub-Funds, since the Sub-Funds have no offsetting arrangements.

Annual Improvements 2010-2012 Cycle

In the 2010-2012 annual improvements cycle, the IASB issued seven amendments to six standards, which included an amendment to IFRS 13 Fair Value Measurement. The amendment to IFRS 13 is effective immediately and, thus, for periods beginning at 1 January 2014, and it clarifies in the Basis for Conclusions that short-term receivables and payables with no stated interest rates can be measured at invoice amounts when the effect of discounting is immaterial. This amendment to IFRS 13 has no impact on the Sub-Funds.

Annual Improvements 2011-2013 Cycle

In the 2011-2013 annual improvements cycle, the IASB issued four amendments to four standards, which included an amendment to IFRS 1 First-time Adoption of International Financial Reporting Standards. The amendment to IFRS 1 is effective immediately and, thus, for periods beginning at 1 January 2014, and clarifies in the Basis for Conclusions that an entity may choose to apply either a current standard or a new standard that is not yet mandatory, but permits early application, provided either standard is applied consistently throughout the periods presented in the entity’s first IFRS financial statements. This amendment to IFRS 1 has no impact on the Sub-Funds, since the Sub-Funds are existing IFRS preparers.

ISSUED BUT NOT YET EFFECTIVE INTERNATIONAL FINANCIAL REPORTING STANDARDS

The Sub-Funds have not applied the following new and revised IFRSs that have been issued but are not yet effective, in these financial statements.

IFRS 9 Financial Instruments

In July 2014, the IASB issued the final version of IFRS 9 Financial Instruments which reflects all phases of the financial instruments project and replaces IAS 39 Financial Instruments: Recognition and Measurement and all previous versions of IFRS 9. The standard introduces new requirements for classification and measurement, impairment, and hedge accounting. IFRS 9 is effective for annual periods beginning on or after 1 January 2018, with early application permitted. Retrospective application is required, but comparative information is not compulsory. Early application of previous versions of IFRS 9 (2009, 2010 and 2013) is permitted if the date of initial application is before 1 February 2015. The adoption of IFRS 9 will have an effect on the classification of the Sub-Funds’ financial assets. Further information about the impact will be available nearer the implementation date of the standard.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a) Basis of preparation (continued)

ISSUED BUT NOT YET EFFECTIVE INTERNATIONAL FINANCIAL REPORTING STANDARDS (CONTINUED)

IFRS 9 Financial Instruments (continued)

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-Funds.

(b) Financial instruments

Classification

The Sub-Fund classifies its financial assets and liabilities into the following categories in accordance with IAS 39 Financial Instruments: Recognition and Measurement.

Financial assets at fair value through profit or loss

The Sub-Funds classify their investments as “financial assets at fair value through profit or loss” in accordance with IAS 39. All financial assets at fair value through profit or loss are designated upon initial recognition on the basis that they are part of a group of financial assets which are managed and have their performance evaluated on a fair value basis, in accordance with risk management and investment strategies of the Sub-Funds.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. The Sub-Funds include in this category amounts relating to amount due from brokers and dividends receivable.

Financial liabilities

This category includes all financial liabilities, including management fee payable, trustee fee payable, formation fee payable, administration fee payable, amount due to brokers and other payables.

Recognition

The Sub-Funds recognise a financial asset or a financial liability when, and only when, they become a party to the contractual provisions of the instrument. Purchases and sales of financial assets at fair value through profit or loss are accounted for on the trade date basis.

Initial measurement

Financial assets at fair value through profit or loss are initially recognised at fair value, excluding transaction costs which are expensed as incurred.

Loans and receivables and financial liabilities are measured initially at their fair value plus any directly attributable incremental costs of acquisition or issue.

For financial assets and liabilities where the fair value at initial recognition does not equal the transaction price, the Sub-Funds recognise the difference in the profit or loss, unless specified otherwise.

Subsequent measurement

After initial measurement, financial assets at fair value through profit or loss are subsequently re-measured at fair value. Realised and unrealised gains and losses on financial assets at fair value through profit or loss are included in profit or loss in the period in which they arise. Dividend earned on these instruments is recorded separately in dividend income.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Financial instruments (continued)

Subsequent measurement (continued)

Loans and receivables are carried at amortised cost using the effective interest method less any allowance for impairment. Gains and losses are recognised in profit or loss when the loans and receivables are derecognised or impaired, as well as through the amortisation process.

Financial liabilities are measured at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the liabilities are derecognised, as well as through the amortisation process.

The effective interest method is a method of calculating the amortised cost of a financial asset or financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts throughout the expected life of the financial instrument or, when appropriate, a shorter period to the net carrying amount of the financial asset or financial liability. When calculating the effective interest rate, the Sub-Funds estimate cash flows considering all contractual terms of the financial instrument but does not consider future credit losses. The calculation includes all fees and points paid or received between parties to the contract that are an integral part of the effective interest rate, transaction costs and all other premiums or discounts.

Derecognition

A financial asset is derecognised when the rights to receive cash flows from the financial asset have expired, or where the Sub-Funds have transferred its rights to receive cash flows from the financial asset, or have assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass-through arrangement and either the Sub-Funds have transferred substantially all the risks and rewards of the asset or the Sub-Funds have neither transferred nor retained substantially all the risks and rewards of the financial asset, but have transferred control of the asset.

When the Sub-Funds have transferred its rights to receive cash flows from an asset (or have entered into a pass-through arrangement), and have neither transferred nor retained substantially all the risks and rewards of the asset nor transferred control of the asset, the asset is recognised to the extent of the Sub-Funds' continuing involvement in the asset. In that case, the Sub-Funds also recognise an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Sub-Funds have retained. The Sub-Funds derecognise a financial liability when the obligation under the liability is discharged, cancelled or expired.

Fair value measurement

The Sub-Funds measure its investments in financial instruments at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or,
- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Sub-Funds.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Financial instruments (continued)

Fair value measurement (continued)

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

The fair value for financial instruments that are listed or traded on an exchange are fair valued based on quoted last traded market prices.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Sub-Funds determine whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

(c) Income

Interest income is recognised in the profit or loss on a time-proportionate basis using the effective interest method.

Dividend income on equity securities is recognised on the date on which the investments are quoted ex-dividend. Dividend income on equity securities where no ex-dividend date is quoted is accounted for when the Sub-Funds' right to receive payment is established. Dividend income is presented gross of any non-recoverable withholding taxes, which are disclosed separately in the profit or loss.

(d) Expenses

Expenses are recognised on an accrual basis.

(e) Cash component

Cash component represents the aggregate net asset value of all the units in connection with a creation or a redemption application less the application basket value.

(f) Cash and cash equivalents

Cash and cash equivalents in the statement of net assets comprise short-term deposits in banks that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, with original maturities of three months or less.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts when applicable.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(g) Translation of foreign currencies

Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Sub-Funds operate (the “functional currency”). The performance of all the Sub-Funds are measured and reported to the unitholders in Hong Kong dollar (“HK\$”), except for CSI 300 ETF which is measured and reported to the unitholders in Renminbi (“RMB”). The Management considers the HK\$ and RMB as the currencies that most faithfully represent the economic effects of the underlying transactions, events and conditions. The financial statements of the Sub-Funds are presented in HK\$, except for CSI 300 ETF which the financial statements are presented in RMB, which are the Sub-Funds’ functional and presentation currency.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated at functional currency using the exchange rate ruling at the reporting date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate as at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined.

Foreign exchange gains and losses arising from translation are included in the profit or loss.

Foreign exchange gains and losses relating to cash and cash equivalents are included in the profit or loss within “net exchange gain/(loss)”.

Foreign exchange gains and losses relating to the financial instruments classified as at fair value through profit or loss are included in the profit or loss within “net gain/(loss) on financial assets at fair value through profit or loss”.

(h) Redeemable units

Redeemable units are classified as an equity instrument when:

- (a) The redeemable units entitle the holder to a pro-rata share of the Sub-Funds’ net assets in the event of the Sub-Funds’ liquidation;
- (b) The redeemable units are in the class of instruments that is subordinate to all other classes of instruments;
- (c) All redeemable units in the class of instruments that is subordinate to all other classes of instruments have identical features;
- (d) The redeemable units do not include any contractual obligation to deliver cash or another financial asset other than the holder’s rights to a pro-rata share of the Sub-Funds’ net assets; or
- (e) The total expected cash flows attributable to the redeemable units over the life of the instrument 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 Sub-Funds over the life of the instrument.

In addition to the redeemable units having all the above features, the Sub-Funds must have no other financial instrument or contract that has:

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(h) Redeemable units (continued)

- (a) Total cash flows 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 Sub-Funds; and
- (b) The effect of substantially restricting or fixing the residual return to the redeemable unitholders.

The Sub-Funds' redeemable units meet the definition of puttable instruments classified as equity instruments under the revised IAS 32 and are classified as equity.

The Sub-Funds continuously assess the classification of the redeemable units. If the redeemable units cease to have all the features or meet all the conditions set out to be classified as equity, the Sub-Funds will reclassify them as financial liabilities and measure them at fair value at the date of reclassification, with any differences from the previous carrying amount recognised in equity. If the redeemable units subsequently have all the features and meet the conditions to be classified as equity, the Sub-Funds will reclassify them as equity instruments and measure them at the carrying amount of the liabilities at the date of the reclassification.

The issuance, acquisition and cancellation of redeemable units are accounted for as equity transactions. Upon issuance of redeemable units, the consideration received is included in equity.

Transaction costs incurred by the Sub-Funds in issuing or their own equity instruments are accounted for as a deduction from equity to the extent that they are incremental costs directly attributable to the equity transaction that otherwise would have been avoided.

The Sub-Funds' own equity instruments which are reacquired are deducted from equity and accounted for at amounts equal to the consideration paid, including any directly attributable incremental costs.

No gain or loss is recognised in profit or loss on the purchase, sale, issuance or cancellation of the Sub-Funds' own equity instruments.

Redeemable units can be redeemed in-kind and/or in cash equal to a proportionate share of the Sub-Funds' net asset value. The Sub-Funds' net asset value per unit is calculated by dividing the net assets attributable to unitholders with the total number of outstanding units of the respective Sub-Funds. Units are created or redeemed in multiples of 500,000 units for KOSPI 200 ETF and CSI 300 ETF, and 200,000 units for the remaining nine Sub-Funds.

(i) Segmental reporting

Operating segments are reported in a manner consistent with the internal reporting used by the chief operating decision-maker. The Manager, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the chief operating decision-maker that makes strategic decisions.

(j) Amounts due from and due to brokers

Amounts due from and to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet settled or delivered on the reporting date respectively.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(j) Amounts due from and due to brokers (continued)

These amounts are measured initially at fair value plus any directly attributable incremental costs of acquisition or issue and subsequently measured at amortised cost using the effective interest method, less provision for impairment for amount due from brokers. Gains and losses are recognised in the profit or loss when the amount due from brokers is derecognised or impaired and when the amount due to brokers is derecognised, as well as through the amortisation process.

(k) Impairment of financial assets

The Sub-Funds assess at each reporting date whether a financial asset or group of financial assets classified as loans and receivables is impaired. A financial asset or a group of financial assets is deemed to be impaired if, and only if, there is an objective evidence of impairment as a result of one or more events that have occurred after the initial recognition of the asset (an incurred 'loss event') and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated. Evidence of impairment may include indications that the debtor, or a group of debtors, is experiencing significant financial difficulty, default or delinquency in interest or principal payments, the probability that they will enter bankruptcy or other financial reorganisation and, where observable data indicate that there is a measurable decrease in the estimated future cash flows, such as changes in arrears or economic conditions that correlate with defaults. If there is objective evidence that an impairment loss occurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future expected credit losses that have not yet been occurred) discounted using the asset's original effective interest rate. The carrying amount of the asset is reduced through the use of an allowance account and the amount of the loss is recognised in the profit or loss as 'Credit loss expense'.

Impaired debts, together with the associated allowance, are written off when there is no realistic prospect of future recovery and all collateral has been realised or has been transferred to the Sub-Funds. If, in a subsequent period, the amount of the estimated impairment loss increases or decreases because of an event occurring after the impairment was recognised, the previously recognised impairment loss is increased or reduced by adjusting the allowance account. If a previous write-off is later recovered, the recovery is credited to the profit or loss.

Interest revenue on impaired financial assets is recognised using the rate of interest used to discount the future cash flows for the purpose of measuring the impairment loss.

(l) Net change in unrealised gains or losses on financial assets at fair value through profit or loss

This item includes changes in the fair value of financial assets as 'at fair value through profit or loss' and excludes dividend income.

Unrealised gains and losses comprise changes in the fair value of financial instruments for the period and from reversal of prior period unrealised gains and losses for financial instruments which were realised in the reporting period.

(m) Net realised gains or losses on disposal of financial instruments

Net realised gains and losses on disposals of financial instruments classified as 'at fair value through profit or loss' are calculated using the weighted average method. They represent the difference between an instrument's average cost and disposal amount.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(n) Offsetting financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the statement of net assets if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

(o) Taxes

In some jurisdictions, investment income and capital gains are subject to withholding tax deducted from the source of the income. The Sub-Funds present the withholding tax separately from the gross investment income in the profit or loss. For the purpose of the statement of cash flows, cash inflows from investments are presented net of withholding taxes, when applicable.

(p) Distributions to unitholders

Distributions are at the discretion of the Manager. A distribution to the Sub-Funds' unitholders is accounted for as a deduction from net assets attributable to unitholders. A proposed distribution is recognised as a liability in the period in which it is approved by the Manager. No distribution will be paid out of or effectively out of the Sub-Funds' capital.

(q) Related parties

A party is considered to be related to the Sub-Funds if:

- (a) the party is a person or a close member of that person's family and that person
 - (i) has control or joint control over the Sub-Funds;
 - (ii) has significant influence over the Sub-Funds; or
 - (iii) is a member of the key management personnel of the Sub-Funds or of a parent of the Sub-Funds;
- or
- (b) the party is an entity where any of the following conditions applies:
 - (i) the entity and the Sub-Funds are members of the same group;
 - (ii) one entity is an associate or joint venture of the other entity (or of a parent, subsidiary or fellow subsidiary of the other entity);
 - (iii) the entity and the group are joint ventures of the same third party;
 - (iv) one entity is a joint venture of a third entity and the other entity is an associate of the third entity;
 - (v) the entity is a post-employment benefit plan for the benefit of employees of either the Sub-Funds or an entity related to the Sub-Funds;
 - (vi) the entity is controlled or jointly controlled by a person identified in (a); and
 - (vii) a person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

3. NET ASSETS ATTRIBUTABLE TO UNITHOLDERS AND MOVEMENT OF UNITS

(a) Net assets attributable to unitholders

The creation and redemption of units of the Sub-Funds can only be facilitated by or through participating dealers. Investors other than the participating dealers make a request to create or redeem units through a participating dealer, and if the investor is a retail investor, such request must be made through a stockbroker which has opened an account with a participating dealer.

The Trustee shall receive subscription proceeds from the participating dealers for the creation of units and pay redemption proceeds for the redemption of units to the relevant participating dealer in such form and manner as prescribed by the Trust Deed. Subscriptions and redemptions of units during the year/period are shown on the statement of changes in net assets attributable to unitholders.

As stated in note 2(h), units of the Sub-Funds, which are represented by assets less liabilities, are classified as equity and accounted for in accordance with IFRSs (the "Accounting NAV"). For the purpose of determining the NAV per unit for subscriptions and redemptions and for various fee calculations (the "Dealing NAV"), the Trustee calculates the Dealing NAV in accordance with the provisions of the Trust Deed, which may be different from the accounting policies under IFRSs.

Adjustment for formation fee

The formation fee of establishing KOSPI 200 ETF was HK\$402,103. The total formation fee of establishing S&P Emerging Asia Consumer ETF, S&P Global Consumer Brands ETF, S&P Asia ex JANZ Financials ETF, S&P Asia ex JANZ IT ETF, S&P Asia ex JANZ Industrials ETF, S&P Asia ex JANZ Energy ETF and S&P Asia ex JANZ Materials ETF was approximately HK\$3.7 million. The formation fee of establishing MSCI China ETF and Hang Seng High Dividend Yield ETF was HK\$529,997 each. The formation fee of establishing CSI 300 ETF, which was newly launched during the period ended 31 March 2015, was RMB1,062,987. The formation fee will be amortised over the first 3 financial years of the Sub-Funds. However, with respect to the Sub-Funds for the purpose of financial statements preparation in compliance with IFRSs, their accounting policy is to expense the formation fee in the profit or loss as incurred.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

3. NET ASSETS ATTRIBUTABLE TO UNITHOLDERS AND MOVEMENT OF UNITS (CONTINUED)

(a) Net assets attributable to unitholders (continued)

Adjustment for formation fee (continued)

The difference between the Accounting NAV reported in the statement of net assets and the Dealing NAV for the purpose of calculating the net asset value per unit for processing subscriptions and redemptions and for various fee calculations as at 31 March 2015 and 31 March 2014 is reconciled below:

As at 31 March 2015	KOSPI 200 ETF HK\$	S&P Emerging Asia Consumer ETF HK\$	S&P Global Consumer Brands ETF HK\$	S&P Asia ex JANZ Financials ETF HK\$
Accounting NAV as reported in the statement of net assets	39,066,415	87,282,243	135,865,376	22,709,839
Adjustment for formation fee	—	—	—	—
Dealing NAV	<u>39,066,415</u>	<u>87,282,243</u>	<u>135,865,376</u>	<u>22,709,839</u>
	S&P Asia ex JANZ IT ETF HK\$	S&P Asia ex JANZ Industrials ETF HK\$	S&P Asia ex JANZ Energy ETF HK\$	S&P Asia ex JANZ Materials ETF HK\$
Accounting NAV as reported in the statement of net assets	32,083,529	17,805,764	12,263,147	20,301,169
Adjustment for formation fee	—	—	—	—
Dealing NAV	<u>32,083,529</u>	<u>17,805,764</u>	<u>12,263,147</u>	<u>20,301,169</u>
	MSCI China ETF HK\$	Hang Seng High Dividend Yield ETF HK\$	CSI 300 ETF RMB	
Accounting NAV as reported in the statement of net assets	315,914,707	326,828,030	348,480,672	
Adjustment for formation fee	188,137	188,137	845,059	
Dealing NAV	<u>316,102,844</u>	<u>327,016,167</u>	<u>349,325,731</u>	

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

3. NET ASSETS ATTRIBUTABLE TO UNITHOLDERS AND MOVEMENT OF UNITS (CONTINUED)

(a) Net assets attributable to unitholders (continued)

Adjustment for formation fee (continued)

The difference between the Accounting NAV reported in the statement of net assets and the Dealing NAV for the purpose of calculating the net asset value per unit for processing subscriptions and redemptions and for various fee calculations as at 31 March 2015 and 31 March 2014 is reconciled below:

(continued)

As at 31 March 2014	KOSPI 200 ETF HK\$	S&P Emerging Asia Consumer ETF HK\$	S&P Global Consumer Brands ETF HK\$	S&P Asia ex JANZ Financials ETF HK\$	S&P Asia ex JANZ IT ETF HK\$
Accounting NAV as reported in the statement of net assets	40,483,212	235,138,175	181,101,254	18,619,347	39,430,501
Adjustment for formation fee	—	163,239	158,693	163,240	163,239
Dealing NAV	<u>40,483,212</u>	<u>235,301,414</u>	<u>181,259,947</u>	<u>18,782,587</u>	<u>39,593,740</u>
	S&P Asia ex JANZ Industrials ETF HK\$	S&P Asia ex JANZ Energy ETF HK\$	S&P Asia ex JANZ Materials ETF HK\$	MSCI China ETF HK\$	Hang Seng High Dividend Yield ETF HK\$
Accounting NAV as reported in the statement of net assets	21,655,685	13,628,372	21,311,894	292,398,820	235,938,336
Adjustment for formation fee	163,240	163,240	163,240	376,272	376,272
Dealing NAV	<u>21,818,925</u>	<u>13,791,612</u>	<u>21,475,134</u>	<u>292,775,092</u>	<u>236,314,608</u>

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

3. NET ASSETS ATTRIBUTABLE TO UNITHOLDERS AND MOVEMENT OF UNITS (CONTINUED)

(b) Movement of units

The table below summarises the movement of units for the year/period ended 31 March 2015 and 31 March 2014, and the Accounting NAV per unit and the Dealing NAV per unit for each of the Sub-Funds at 31 March 2015 and 31 March 2014.

	Number of units				Net assets attributable to unitholders	
	Units in issue at beginning of year/period	Creation during the year/period	Redemption during the year/period	Units in issue at end of year/period	Accounting NAV	Dealing NAV
As at 31 March 2015						
KOSPI 200 ETF (in HK\$)	2,000,000	-	-	2,000,000	19.5332	19.5332
S&P Emerging Asia Consumer ETF (in HK\$)	11,000,000	-	(7,000,000)	4,000,000	21.8206	21.8206
S&P Global Consumer Brands ETF (in HK\$)	6,000,000	-	(1,200,000)	4,800,000	28.3053	28.3053
S&P Asia ex JANZ Financials ETF (in HK\$)	800,000	-	-	800,000	28.3873	28.3873
S&P Asia ex JANZ IT ETF (in HK\$)	1,400,000	-	(400,000)	1,000,000	32.0835	32.0835
S&P Asia ex JANZ Industrials ETF (in HK\$)	1,000,000	-	(200,000)	800,000	22.2572	22.2572
S&P Asia ex JANZ Energy ETF (in HK\$)	800,000	-	-	800,000	15.3289	15.3289
S&P Asia ex JANZ Materials ETF (in HK\$)	1,200,000	-	-	1,200,000	16.9176	16.9176
MSCI China ETF (in HK\$)	14,000,000	3,600,000	(1,800,000)	12,200,000	25.8946	25.9101
Hang Seng High Dividend Yield ETF (in HK\$)	12,000,000	43,000,000	(1,400,000)	14,200,000	23.0161	23.0293
CSI 300 ETF (in RMB)	-	-	(17,000,000)	26,000,000	13.4031	13.4356
As at 31 March 2014						
KOSPI 200 ETF (in HK\$)	1,500,000	1,000,000	(500,000)	2,000,000	20.2417	20.2417
S&P Emerging Asia Consumer ETF (in HK\$)	12,800,000	2,000,000	(3,800,000)	11,000,000	21.3762	21.3911
S&P Global Consumer Brands ETF (in HK\$)	7,600,000	800,000	(2,400,000)	6,000,000	30.1836	30.2100
S&P Asia ex JANZ Financials ETF (in HK\$)	2,000,000	200,000	(1,400,000)	800,000	23.2742	23.4783
S&P Asia ex JANZ IT ETF (in HK\$)	3,400,000	-	(2,000,000)	1,400,000	28.1647	28.2813
S&P Asia ex JANZ Industrials ETF (in HK\$)	2,400,000	200,000	(1,400,000)	1,000,000	21.6557	21.8190
S&P Asia ex JANZ Energy ETF (in HK\$)	800,000	-	(200,000)	600,000	17.0355	17.2396
S&P Asia ex JANZ Materials ETF (in HK\$)	1,200,000	21,000,000	(7,000,000)	14,000,000	17.7600	17.8960
MSCI China ETF (in HK\$)	-	13,600,000	(1,600,000)	12,000,000	20.8857	20.9126
Hang Seng High Dividend Yield ETF (in HK\$)	-	-	-	-	19.6616	19.6929

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

4. CREATION, REDEMPTION AND MAJOR NON-CASH TRANSACTIONS

KOSPI 200 ETF

For the year ended 31 March 2015, KOSPI 200 ETF:

- issued nil units (2014: 1,000,000 units) in exchange for cash balances of HK\$nil (2014: HK\$20,827,132); and
- redeemed nil units (2014: 500,000 units) in exchange for cash balances of HK\$nil (2014: HK\$9,458,129).

S&P Emerging Asia Consumer ETF

For the year ended 31 March 2015, S&P Emerging Asia Consumer ETF:

- issued nil units (2014: 2,000,000 units) in exchange for cash balances of HK\$nil (2014: HK\$41,233,992); and
- redeemed 7,000,000 units (2014: 3,800,000 units) in exchange for cash balances of HK\$145,776,638 (2014: HK\$81,896,107).

S&P Global Consumer Brands ETF

For the year ended 31 March 2015, S&P Global Consumer Brands ETF:

- issued nil units (2014: 800,000 units) in exchange for cash balances of HK\$nil (2014: HK\$22,161,671); and
- redeemed 1,200,000 units (2014: 2,400,000 units) in exchange for cash balances of HK\$33,246,890 (2014: HK\$64,548,936).

S&P Asia ex JANZ Financials ETF

For the year ended 31 March 2015, S&P Asia ex JANZ Financials ETF:

- issued nil units (2014: 200,000 units) in exchange for cash balances of HK\$nil (2014: HK\$4,561,979); and
- redeemed nil units (2014: 1,400,000 units) in exchange for cash balances of HK\$nil (2014: HK\$32,554,839).

S&P Asia ex JANZ IT ETF

For the year ended 31 March 2015, S&P Asia ex JANZ IT ETF:

- issued nil units (2014: nil units) in exchange for cash balances of HK\$nil (2014: HK\$nil); and
- redeemed 400,000 units (2014: 2,000,000 units) in exchange for cash balances of HK\$11,866,614 (2014: HK\$47,094,434).

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

4. CREATION, REDEMPTION AND MAJOR NON-CASH TRANSACTIONS (CONTINUED)

S&P Asia ex JANZ Industrials ETF

For the year ended 31 March 2015, S&P Asia ex JANZ Industrials ETF:

- issued nil units (2014: nil units) in exchange for cash balances of HK\$nil (2014: HK\$nil); and
- redeemed 200,000 units (2014: 1,400,000 units) in exchange for cash balances of HK\$4,445,352 (2014: HK\$28,898,557).

S&P Asia ex JANZ Energy ETF

For the year ended 31 March 2015, S&P Asia ex JANZ Energy ETF:

- issued nil units (2014: 200,000 units) in exchange for cash balances of HK\$nil (2014: HK\$3,385,859); and
- redeemed nil units (2014: 200,000 units) in exchange for cash balances of HK\$nil (2014: HK\$3,392,614).

S&P Asia ex JANZ Materials ETF

For the years ended 31 March 2015 and 31 March 2014, S&P Asia ex JANZ Materials ETF neither issued nor redeemed any units in exchange for cash balances and application baskets consisting of investments.

MSCI China ETF

For the year ended 31 March 2015, MSCI China ETF:

- issued nil units (2014: 21,000,000 units) in exchange for application baskets consisting of investments valued at HK\$nil (2014: HK\$46,583,832) and cash balances of HK\$nil (2014: HK\$372,578,060); and
- redeemed 1,800,000 units (2014: 7,000,000 units) in exchange for application baskets consisting of investments valued at HK\$13,505,040 (2014: HK\$129,244,108) and cash balances of HK\$28,024,576 (2014: HK\$22,824,983).

Hang Seng High Dividend Yield ETF

For the year ended 31 March 2015, Hang Seng High Dividend Yield ETF:

- issued 3,600,000 units (2014: 13,600,000 units) in exchange for application baskets consisting of investments valued at HK\$81,339,160 (2014: HK\$31,049,400) and cash balances of HK\$744,440 (2014: HK\$231,504,819); and
- redeemed 1,400,000 units (2014: 1,600,000 units) in exchange for application baskets consisting of investments valued at HK\$30,375,639 (2014: HK\$nil) and cash balances of HK\$281,841 (2014: HK\$32,467,583).

CSI 300 ETF

For the period from 24 September 2014 (date of inception) to 31 March 2015, CSI 300 ETF:

- issued 43,000,000 units in exchange for cash balances of RMB351,681,034; and
- redeemed 17,000,000 units in exchange for cash balances of RMB199,041,474.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

5. NET GAIN/(LOSS) ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

The following is a breakdown of net gain/(loss) on financial assets at fair value through profit or loss:

	KOSPI 200 ETF For the year ended 31 March 2015 HK\$	S&P Emerging Asia Consumer ETF For the year ended 31 March 2015 HK\$	S&P Global Consumer Brands ETF For the year ended 31 March 2015 HK\$	S&P Asia ex JANZ Financials ETF For the year ended 31 March 2015 HK\$
Net realised gain/(loss) on sale of financial assets at fair value through profit or loss	(139,454)	(5,523,621)	3,975,687	206,202
Net change in unrealised gain/(loss) on financial assets at fair value through profit or loss	(1,521,689)	1,725,930	(17,650,078)	3,458,726
	(1,661,143)	(3,797,691)	(13,674,391)	3,664,928
	S&P Asia ex JANZ IT ETF For the year ended 31 March 2015 HK\$	S&P Asia ex JANZ Industrials ETF For the year ended 31 March 2015 HK\$	S&P Asia ex JANZ Energy ETF For the year ended 31 March 2015 HK\$	S&P Asia ex JANZ Materials ETF For the year ended 31 March 2015 HK\$
Net realised gain/(loss) on sale of financial assets at fair value through profit or loss	3,900,280	422,202	(186,533)	8,147
Net change in unrealised gain/(loss) on financial assets at fair value through profit or loss	568,477	(137,658)	(1,414,692)	(1,242,839)
	4,468,757	284,544	(1,601,225)	(1,234,692)
	MSCI China ETF For the year ended 31 March 2015 HK\$	Hang Seng High Dividend Yield ETF For the year ended 31 March 2015 HK\$	CSI 300 ETF For the period from 24 September 2014 (date of inception) to 31 March 2015 RMB	
Net realised gain on sale of financial assets at fair value through profit or loss	5,522,741	10,148,120		64,441,076
Net change in unrealised gain on financial assets at fair value through profit or loss	50,956,726	16,544,245		134,775,364
	56,479,467	26,692,365		199,216,440

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

5. NET GAIN/(LOSS) ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

The following is a breakdown of net gain/(loss) on financial assets at fair value through profit or loss:

	<u>KOSPI 200 ETF</u> For the year ended 31 March 2014 HK\$	<u>S&P Emerging Asia Consumer ETF</u> For the year ended 31 March 2014 HK\$	<u>S&P Global Consumer Brands ETF</u> For the year ended 31 March 2014 HK\$	<u>S&P Asia ex JANZ Financials ETF</u> For the year ended 31 March 2014 HK\$	<u>S&P Asia ex JANZ IT ETF</u> For the year ended 31 March 2014 HK\$
Net realised gain/(loss) on sale of financial assets at fair value through profit or loss	(734,772)	458,491	19,555,240	2,865,467	4,538,801
Net change in unrealised gain/(loss) on financial assets at fair value through profit or loss	147,961 (586,811)	(4,116,465) (3,657,974)	14,116,541 33,671,781	(5,876,279) (3,010,812)	3,990 4,542,791
	<u>S&P Asia ex JANZ Industrials ETF</u> For the year ended 31 March 2014 HK\$	<u>S&P Asia ex JANZ Energy ETF</u> For the year ended 31 March 2014 HK\$	<u>S&P Asia ex JANZ Materials ETF</u> For the year ended 31 March 2014 HK\$	<u>MSCI China ETF</u> For the period from 11 June 2013 (date of inception) to 31 March 2014 HK\$	<u>Hang Seng High Dividend Yield ETF</u> For the period from 11 June 2013 (date of inception) to 31 March 2014 HK\$
Net realised gain/(loss) on sale of financial assets at fair value through profit or loss	(37,089)	(749,688)	(575,391)	13,834,789	881,574
Net change in unrealised gain/(loss) on financial assets at fair value through profit or loss	(1,965,357) (2,002,446)	(994,801) (1,744,489)	263,296 (312,095)	9,837,679 23,672,468	30,997 912,571

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

6. TRANSACTIONS WITH THE TRUSTEE/MANAGER AND ITS CONNECTED PERSONS

Related parties are those as defined in note 2(q). Related parties of the Sub-Funds also include the Manager of the Sub-Funds and its connected persons. Connected persons of the Manager are those as defined in the SFC Code. All transactions entered into during the year/period between the Sub-Funds and their related parties, including 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-Funds do not have any other transactions with their related parties, including the Manager and its connected persons except for those disclosed below.

(a) Brokerage commission

The Sub-Funds utilise the trading services of brokers who are related to the Trustee and the Manager in their purchase and sale of investments. The details of such transactions and the brokerage commission are shown below.

	Total transaction value HK\$	% of total transaction value of the Sub-Funds	Total brokerage commission HK\$	Average rate of commission
<u>KOSPI 200 ETF</u>				
<i>For the year ended 31 March 2015:</i>				
Mirae Asset Securities Co., Ltd*	890,811	14.88%	222	0.02%
<i>For the year ended 31 March 2014:</i>				
Citigroup Global Markets Seoul Securities Ltd [#]	9,325,715	30.20%	2,795	0.03%
Mirae Asset Securities Co., Ltd*	46,516	0.15%	12	0.02%
	Total transaction value HK\$	% of total transaction value of the Sub-Funds	Total brokerage commission HK\$	Average rate of commission
<u>S&P Emerging Asia Consumer ETF</u>				
<i>For the year ended 31 March 2015:</i>				
Mirae Asset Wealth Management (HK) Limited (formerly known as Mirae Asset Securities (HK) Limited)*	40,625	0.02%	12	0.03%
<i>For the year ended 31 March 2014:</i>				
Citigroup Global Markets Bombay Securities Ltd [#]	1,653,055	0.59%	496	0.03%
Citigroup Global Markets New York City Securities Ltd [#]	8,352,781	2.99%	2,525	0.03%
Citigroup Global Markets Taipei Securities Ltd [#]	1,019,139	0.37%	306	0.03%
Mirae Asset Wealth Management (HK) Limited (formerly known as Mirae Asset Securities (HK) Limited)*	2,297,551	0.82%	230	0.01%

* Controlling entity of the Manager

[#] Affiliate of the Trustee

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

6. TRANSACTIONS WITH THE TRUSTEE/MANAGER AND ITS CONNECTED PERSONS (CONTINUED)

(a) Brokerage commission (continued)

	Total transaction value HK\$	% of total transaction value of the Sub-Funds	Total brokerage commission HK\$	Average rate of commission
<u>S&P Asia ex JANZ Financials ETF</u>				
<i>For the year ended 31 March 2015:</i>				
Citigroup Global Market Asia Ltd [#]	5,023	0.22%	10	0.20%
Citigroup Global Markets SG Sec Pte Ltd [#]	12,184	0.53%	184	1.51%
Mirae Asset Wealth Management (HK) Limited (formerly known as Mirae Asset Securities (HK) Limited) *	137,343	6.03%	41	0.03%
Mirae Asset Securities Co., Ltd*	14,064	0.62%	3	0.02%
<i>For the year ended 31 March 2014:</i>				
Citigroup Global Markets Bombay Securities Ltd [#]	958,423	2.40%	288	0.03%
Citigroup Global Markets New York City Securities Ltd [#]	10,399,354	26.04%	3,146	0.03%
Citigroup Global Markets Seoul Securities Ltd [#]	1,183,535	2.96%	355	0.03%
Citigroup Global Markets Taipei Securities Ltd [#]	1,316,635	3.30%	395	0.03%
Mirae Asset Wealth Management (HK) Limited (formerly known as Mirae Asset Securities (HK) Limited) *	17,114	0.04%	7	0.04%
	Total transaction value HK\$	% of total transaction value of the Sub-Funds	Total brokerage commission HK\$	Average rate of commission
<u>S&P Asia ex JANZ Industrials ETF</u>				
<i>For the year ended 31 March 2015:</i>				
Citigroup Global Markets Bombay Securities Ltd [#]	148,032	1.52%	44	0.03%
Citigroup Global Markets London Securities Ltd [#]	3,098,637	31.73%	930	0.03%
Citigroup Global Markets Seoul Securities Ltd [#]	956,060	9.79%	287	0.03%
Citigroup Global Markets Taipei Securities Ltd [#]	173,550	1.78%	52	0.03%
Mirae Asset Wealth Management (HK) Limited (formerly known as Mirae Asset Securities (HK) Limited) *	33,350	0.34%	10	0.03%
	Total transaction value HK\$	% of total transaction value of the Sub-Funds	Total brokerage commission HK\$	Average rate of commission
<u>S&P Asia ex JANZ Energy ETF</u>				
<i>For the year ended 31 March 2014:</i>				
Citigroup Global Markets Bombay Securities Ltd [#]	772,072	9.23%	232	0.03%
Citigroup Global Markets New York City Securities Ltd [#]	2,337,877	27.95%	701	0.03%
Citigroup Global Markets Seoul Securities Ltd [#]	191,106	2.28%	57	0.03%
Citigroup Global Markets Taipei Securities Ltd [#]	83,636	1.00%	25	0.03%

* Controlling entity of the Manager

[#] Affiliate of the Trustee

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

6. TRANSACTIONS WITH THE TRUSTEE/MANAGER AND ITS CONNECTED PERSONS (CONTINUED)

(a) Brokerage commission (continued)

	Total transaction value HK\$	% of total transaction value of the Sub-Funds	Total brokerage commission HK\$	Average rate of commission
<u>S&P Asia ex JANZ Materials ETF</u>				
<i>For the year ended 31 March 2015:</i>				
Mirae Asset Wealth Management (HK) Limited (formerly known as Mirae Asset Securities (HK) Limited)*	78,960	3.01%	79	0.10%
Mirae Asset Securities Co., Ltd*	43,621	1.66%	11	0.03%
<i>For the year ended 31 March 2014:</i>				
Mirae Asset Securities Co., Ltd*	37,567	1.22%	9	0.02%
	Total transaction value HK\$	% of total transaction value of the Sub-Funds	Total brokerage commission HK\$	Average rate of commission
<u>MSCI China ETF</u>				
<i>For the year ended 31 March 2015:</i>				
Citigroup Global Market Asia Ltd#	107,949	0.12%	227	0.21%
<i>For the period from 11 June 2013 (date of inception) to 31 March 2014:</i>				
Mirae Asset Wealth Management (HK) Limited (formerly known as Mirae Asset Securities (HK) Limited)*	481,170	0.11%	102	0.02%
	Total transaction value HK\$	% of total transaction value of the Sub-Funds	Total brokerage commission HK\$	Average rate of commission
<u>Hang Seng High Dividend Yield ETF</u>				
<i>For the year ended 31 March 2015:</i>				
Mirae Asset Wealth Management (HK) Limited (formerly known as Mirae Asset Securities (HK) Limited)*	189,886	0.10%	57	0.03%
<i>For the period from 11 June 2013 (date of inception) to 31 March 2014:</i>				
Mirae Asset Wealth Management (HK) Limited (formerly known as Mirae Asset Securities (HK) Limited)*	4,906,312	1.66%	1,394	0.03%

During the year ended 31 March 2014, S&P Global Consumer Brands ETF, S&P Asia ex JANZ IT ETF and S&P Asia ex JANZ Industrials ETF did not utilise the trading services of brokers who are related to the Trustee and the Manager in their purchase and sale of investments.

During the year/period ended 31 March 2015, S&P Global Consumer Brands ETF and S&P Asia ex JANZ IT ETF, S&P Asia ex JANZ Energy ETF and CSI 300 ETF did not utilise the trading services of brokers who are related to the Trustee and the Manager in their purchase and sale of investments.

* Controlling entity of the Manager

Affiliate of the Trustee

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

6. TRANSACTIONS WITH THE TRUSTEE/MANAGER AND ITS CONNECTED PERSONS (CONTINUED)

(b) Management fee

The Manager is entitled to receive a management fee, calculated at an annual rate of the net asset value of the Sub-Funds at each dealing day, accrued daily and payable monthly in arrears. The Manager is also entitled to receive a servicing fee which is waived by the Manager.

	<u>Maximum rate of the net asset value in %</u>	<u>Annual rate of the net asset value in %</u>	
		2015	2014
KOSPI 200 ETF	0.05%	0.05%	0.05%
S&P Emerging Asia Consumer ETF	0.45%	0.45%	0.45%
S&P Global Consumer Brands ETF	0.45%	0.45%	0.45%
S&P Asia ex JANZ Financials ETF	0.45%	0.45%	0.45%
S&P Asia ex JANZ IT ETF	0.45%	0.45%	0.45%
S&P Asia ex JANZ Industrials ETF	0.45%	0.45%	0.45%
S&P Asia ex JANZ Energy ETF	0.45%	0.45%	0.45%
S&P Asia ex JANZ Materials ETF	0.45%	0.45%	0.45%
MSCI China ETF ¹	0.049%	0.049%	0.049%
Hang Seng High Dividend Yield ETF ¹	0.18%	0.18%	0.18%
CSI 300 ETF ²	0.25%	0.25%	—

(c) Trustee fee

The Trustee is entitled to receive a trustee fee, calculated at an annual rate of the net asset value of the Sub-Funds at each dealing day, accrued daily and payable monthly in arrears.

Under the terms of the Trust Deed, the Trustee may, after consulting the Manager, on giving not less than one month's notice to unitholders, increase the rate of the trustee fee payable in respect of the Sub-Funds up to or towards the maximum rate of 1 per cent per annum of the net asset value of the Sub-Funds. The Trustee shall also be entitled to be reimbursed out of the assets of the Sub-Funds all out-of-pocket expenses incurred.

	<u>Annual rate³ of the net asset value in %</u>	
	2015	2014
KOSPI 200 ETF	0.12%	0.12%
S&P Emerging Asia Consumer ETF	0.12%	0.12%
S&P Global Consumer Brands ETF	0.12%	0.12%
S&P Asia ex JANZ Financials ETF	0.12%	0.12%
S&P Asia ex JANZ IT ETF	0.12%	0.12%
S&P Asia ex JANZ Industrials ETF	0.12%	0.12%
S&P Asia ex JANZ Energy ETF	0.12%	0.12%
S&P Asia ex JANZ Materials ETF	0.12%	0.12%
MSCI China ETF ¹	0.10%	0.10%
Hang Seng High Dividend Yield ETF ¹	0.10%	0.10%
CSI 300 ETF ²	0.12%	—

¹The financial period of these Sub-Funds, which were new additions to the Trust during the period ended 31 March 2014, commences from 11 June 2013 (date of inception) to 31 March 2014.

²The financial period of this Sub-Fund, which was new addition to the Trust during the period ended 31 March 2015, commences from 24 September 2014 (date of inception) to 31 March 2015.

³The current standard annual rates of all Sub-Funds, except for MSCI China ETF and Hang Seng High Dividend Yield ETF, are 0.12% (0.10% for MSCI China ETF and Hang Seng High Dividend Yield ETF), 0.08% and 0.06% if the net asset value of each sub-fund equals or is less than US\$200 million, is between US\$200 million and US\$500 million, and exceeds US\$500 million respectively, and is subject to a minimum fee of US\$2,000 for the period from April to December 2014 and US\$5,000 for the period from January 2015 to March 2015 per month, except CSI 300 ETF which is subject to a minimum fee of US\$3,000 per month for period from September 2014 to March 2015. However, applied minimum monthly fee can be revised down upon concession from the Trustee.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

6. TRANSACTIONS WITH THE TRUSTEE/MANAGER AND ITS CONNECTED PERSONS (CONTINUED)

(c) Trustee fee (continued)

Trustee fee is borne by both the Sub-Funds and the Manager as follows:

	For the year/period ended 31 March 2015	
	Portion borne by the Sub-Funds	Portion borne by the Manager
KOSPI 200 ETF (in HK\$)	48,415	207,458
S&P Emerging Asia Consumer ETF (in HK\$)	235,894	88,544
S&P Global Consumer Brands ETF (in HK\$)	194,786	76,110
S&P Asia ex JANZ Financials ETF (in HK\$)	25,251	230,622
S&P Asia ex JANZ IT ETF (in HK\$)	47,710	208,163
S&P Asia ex JANZ Industrials ETF (in HK\$)	21,510	234,363
S&P Asia ex JANZ Energy ETF (in HK\$)	16,790	239,083
S&P Asia ex JANZ Materials ETF (in HK\$)	25,806	230,067
MSCI China ETF (in HK\$)	311,369	41,565
Hang Seng High Dividend Yield ETF (in HK\$)	267,817	41,658
CSI 300 ETF (in RMB) ¹	221,471	—

	For the year/period ended 31 March 2014	
	Portion borne by the Sub-Funds	Portion borne by the Manager
KOSPI 200 ETF (in HK\$)	33,942	152,241
S&P Emerging Asia Consumer ETF (in HK\$)	275,120	1
S&P Global Consumer Brands ETF (in HK\$)	217,343	(1)
S&P Asia ex JANZ Financials ETF (in HK\$)	39,477	146,706
S&P Asia ex JANZ IT ETF (in HK\$)	46,926	139,257
S&P Asia ex JANZ Industrials ETF (in HK\$)	36,520	149,663
S&P Asia ex JANZ Energy ETF (in HK\$)	18,798	167,385
S&P Asia ex JANZ Materials ETF (in HK\$)	25,781	160,402
MSCI China ETF (in HK\$) ²	266,801	9,861
Hang Seng High Dividend Yield ETF (in HK\$) ²	184,063	10,109

¹The financial period of this Sub-Fund, which was new addition to the Trust during the period ended 31 March 2015, commences from 24 September 2014 (date of inception) to 31 March 2015.

²The financial period of these Sub-Funds, which were new additions to the Trust during the period ended 31 March 2014, commences from 11 June 2013 (date of inception) to 31 March 2014.

(d) Other expenses

(i) Formation fee

During the year ended 31 March 2014, the formation fee was finalised and amounted to HK\$528,606 for each of S&P Emerging Asia Consumer ETF, S&P Asia ex JANZ Financials ETF, S&P Asia ex JANZ IT ETF, S&P Asia ex JANZ Industrials ETF, S&P Asia ex JANZ Energy ETF and S&P Asia ex JANZ Materials ETF and HK\$514,029 for S&P Global Consumer Brands ETF. The resultant reduction in formation fee by HK\$8,525 each for these 7 Sub-Funds were recorded as “other income” in the profit or loss.

The formation fee for establishing MSCI China ETF and Hang Seng High Dividend Yield ETF, which were newly launched during the period ended 31 March 2014, was HK\$529,997 each.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

6. TRANSACTIONS WITH THE TRUSTEE/MANAGER AND ITS CONNECTED PERSONS (CONTINUED)

(d) Other expenses (continued)

(i) *Formation fee (continued)*

The formation fee for establishing CSI 300 ETF, which was newly launched during the period ended 31 March 2015, was RMB1,062,987. Similar to the above-mentioned 9 Sub-Funds, the formation fee for this new Sub-Fund is payable to the Manager.

(ii) *Administration fee*

The Manager is responsible for the payment of several fees, such as audit fee, conversion agent fee and index licensing fee, etc, for the administration of the Sub-Funds. The Manager is entitled to receive a recharge of the administration fee, calculated at an annual rate on the net asset value of the Sub-Funds at each dealing day and payable monthly in arrears, as illustrated by the table below.

	<u>Current annual rate of the net asset value in %</u>	
	2015	2014
KOSPI 200 ETF	0.1200%	0.1200%
S&P Emerging Asia Consumer ETF	0.1800%	0.1800%
S&P Global Consumer Brands ETF	0.1800%	0.1800%
S&P Asia ex JANZ Financials ETF	0.1800%	0.1800%
S&P Asia ex JANZ IT ETF	0.1800%	0.1800%
S&P Asia ex JANZ Industrials ETF	0.1800%	0.1800%
S&P Asia ex JANZ Energy ETF	0.1800%	0.1800%
S&P Asia ex JANZ Materials ETF	0.1800%	0.1800%
MSCI China ETF ¹	0.1010%	0.1010%
Hang Seng High Dividend Yield ETF ¹	0.1000%	0.1000%
CSI 300 ETF ²	0.1200%	—

¹The financial period of these Sub-Funds, which were new additions to the Trust during the period ended 31 March 2014, commences from 11 June 2013 (date of inception) to 31 March 2014.

²The financial period of this Sub-Fund, which was new addition to the Trust during the period ended 31 March 2015, commences from 24 September 2014 (date of inception) to 31 March 2015.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

6. TRANSACTIONS WITH THE TRUSTEE/MANAGER AND ITS CONNECTED PERSONS (CONTINUED)

(d) Other expenses (continued)

(ii) Administration fee (continued)

The tables below list the breakdown of the administration fee incurred by the Sub-Funds.

KOSPI 200 ETF

	For the year ended 31 March 2015		
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$	Total HK\$
Audit fee	6,770	52,230	59,000
Index licensing fee	3,369	—	3,369
Other administration fee	38,276	295,264	333,540
	<u>48,415</u>	<u>347,494</u>	<u>395,909</u>

	For the year ended 31 March 2014		
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$	Total HK\$
Audit fee	1,895	48,105	50,000
Index licensing fee	1,414	—	1,414
Other administration fee	31,819	807,655	839,474
	<u>35,128</u>	<u>855,760</u>	<u>890,888</u>

S&P Emerging Asia Consumer ETF

	For the year ended 31 March 2015		
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$	Total HK\$
Audit fee	39,585	19,415	59,000
Index licensing fee	98,289	—	98,289
Other administration fee	215,967	105,924	321,891
	<u>353,841</u>	<u>125,339</u>	<u>479,180</u>

	For the year ended 31 March 2014		
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$	Total HK\$
Audit fee	40,045	9,955	50,000
Index licensing fee	114,634	—	114,634
Other administration fee	258,002	64,138	322,140
	<u>412,681</u>	<u>74,093</u>	<u>486,774</u>

S&P Global Consumer Brands ETF

	For the year ended 31 March 2015		
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$	Total HK\$
Audit fee	32,687	26,313	59,000
Index licensing fee	81,160	—	81,160
Other administration fee	178,331	143,560	321,891
	<u>292,178</u>	<u>169,873</u>	<u>462,051</u>

	For the year ended 31 March 2014		
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$	Total HK\$
Audit fee	31,635	18,365	50,000
Index licensing fee	90,559	—	90,559
Other administration fee	203,819	118,321	322,140
	<u>326,013</u>	<u>136,686</u>	<u>462,699</u>

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

6. TRANSACTIONS WITH THE TRUSTEE/MANAGER AND ITS CONNECTED PERSONS (CONTINUED)

(d) Other expenses (continued)

(ii) Administration fee (continued)

S&P Asia ex JANZ Financials ETF

	For the year ended 31 March 2015		
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$	Total HK\$
Audit fee	4,237	54,763	59,000
Index licensing fee	10,521	67,479	78,000
Other administration fee	23,118	298,772	321,890
	<u>37,876</u>	<u>421,014</u>	<u>458,890</u>

	For the year ended 31 March 2014		
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$	Total HK\$
Audit fee	5,746	44,254	50,000
Index licensing fee	16,449	61,551	78,000
Other administration fee	37,021	285,119	322,140
	<u>59,216</u>	<u>390,924</u>	<u>450,140</u>

S&P Asia ex JANZ IT ETF

	For the year ended 31 March 2015		
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$	Total HK\$
Audit fee	8,006	50,994	59,000
Index licensing fee	19,879	58,121	78,000
Other administration fee	43,680	278,210	321,890
	<u>71,565</u>	<u>387,325</u>	<u>458,890</u>

	For the year ended 31 March 2014		
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$	Total HK\$
Audit fee	6,830	43,170	50,000
Index licensing fee	19,552	58,448	78,000
Other administration fee	44,006	278,134	322,140
	<u>70,388</u>	<u>379,752</u>	<u>450,140</u>

S&P Asia ex JANZ Industrials ETF

	For the year ended 31 March 2015		
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$	Total HK\$
Audit fee	3,610	55,390	59,000
Index licensing fee	8,962	69,038	78,000
Other administration fee	19,692	302,198	321,890
	<u>32,264</u>	<u>426,626</u>	<u>458,890</u>

	For the year ended 31 March 2014		
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$	Total HK\$
Audit fee	5,316	44,684	50,000
Index licensing fee	15,216	62,784	78,000
Other administration fee	34,247	287,893	322,140
	<u>54,779</u>	<u>395,361</u>	<u>450,140</u>

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

6. TRANSACTIONS WITH THE TRUSTEE/MANAGER AND ITS CONNECTED PERSONS (CONTINUED)

(d) Other expenses (continued)

(ii) Administration fee (continued)

S&P Asia ex JANZ Energy ETF

	For the year ended 31 March 2015		
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$	Total HK\$
Audit fee	2,818	56,182	59,000
Index licensing fee	6,996	71,004	78,000
Other administration fee	15,371	306,519	321,890
	<u>25,185</u>	<u>433,705</u>	<u>458,890</u>

	For the year ended 31 March 2014		
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$	Total HK\$
Audit fee	2,736	47,264	50,000
Index licensing fee	7,833	70,167	78,000
Other administration fee	17,629	304,511	322,140
	<u>28,198</u>	<u>421,942</u>	<u>450,140</u>

S&P Asia ex JANZ Materials ETF

	For the year ended 31 March 2015		
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$	Total HK\$
Audit fee	4,330	54,670	59,000
Index licensing fee	10,752	67,248	78,000
Other administration fee	23,626	298,265	321,891
	<u>38,708</u>	<u>420,183</u>	<u>458,891</u>

	For the year ended 31 March 2014		
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$	Total HK\$
Audit fee	3,753	46,247	50,000
Index licensing fee	10,742	67,258	78,000
Other administration fee	24,177	297,963	322,140
	<u>38,672</u>	<u>411,468</u>	<u>450,140</u>

MSCI China ETF

	For the year ended 31 March 2015		
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$	Total HK\$
Audit fee	28,947	30,053	59,000
Index licensing fee	124,548	—	124,548
Other administration fee	160,988	167,142	328,130
	<u>314,483</u>	<u>197,195</u>	<u>511,678</u>

	For the period from 11 June 2013 (date of inception) to 31 March 2014		
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$	Total HK\$
Audit fee	29,519	20,481	50,000
Index licensing fee	106,720	—	106,720
Other administration fee	133,229	92,438	225,667
	<u>269,468</u>	<u>112,919</u>	<u>382,387</u>

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

6. TRANSACTIONS WITH THE TRUSTEE/MANAGER AND ITS CONNECTED PERSONS (CONTINUED)

(d) Other expenses (continued)

(ii) Administration fee (continued)

Hang Seng High Dividend Yield ETF

	For the year ended 31 March 2015		
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$	Total HK\$
Audit fee	24,490	34,510	59,000
Index licensing fee	107,127	—	107,127
Other administration fee	136,200	191,930	328,130
	<u>267,817</u>	<u>226,440</u>	<u>494,257</u>

	For the period from 11 June 2013 (date of inception) to 31 March 2014		
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$	Total HK\$
Audit fee	20,031	29,969	50,000
Index licensing fee	73,625	—	73,625
Other administration fee	90,407	135,260	225,667
	<u>184,063</u>	<u>165,229</u>	<u>349,292</u>

CSI 300 ETF

	For the period from 24 September 2014 (date of inception) to 31 March 2015		
	Portion borne by the Sub-Fund RMB	Portion borne by the Manager RMB	Total RMB
Audit fee	18,111	29,074	47,185
Index licensing fee	73,823	—	73,823
Other administration fee	129,536	207,948	337,484
	<u>221,470</u>	<u>237,022</u>	<u>458,492</u>

(iii) Custody fee and bank charges

Custody fee and bank charges of the Sub-Funds for the periods ended 31 March 2015 and 31 March 2014 were charged by Citibank N.A., immediate holding company of the Trustee.

(e) Bank balances and financial assets at fair value through profit or loss held by the Trustee's related company

Bank balances

The amounts of the bank balances included in the statement of net assets of all the Sub-Funds', except for CSI 300 ETF (RMB459 for CSI 300 ETF), are held with Citibank N.A., a related company of the Trustee, and placed in interest-bearing accounts. The carrying accounts of the bank balances approximate their fair value. Interest was earned on these bank balances during the year/period ended 31 March 2015 and 31 March 2014.

Financial assets at fair value through profit or loss

The amounts of the financial assets at fair value through profit or loss included in the statement of net assets of all the Sub-Funds', except for S&P Asia ex JANZ Financials with one holding amounting to HK\$73,600 and CSI 300, are held with Citibank N.A., a related company of the Trustee during the year/period ended 31 March 2015 and 31 March 2014.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

6. TRANSACTIONS WITH THE TRUSTEE/MANAGER AND ITS CONNECTED PERSONS (CONTINUED)

(f) Holdings of units

KOSPI 200 ETF

As at 31 March 2015, Citibank N.A., Citigroup Global Markets Asia Limited, related companies of the Trustee and Mirae Asset Wealth Management (HK) Limited (formerly known as Mirae Asset Securities (HK) Limited), a related company of the Manager, held 310,500 units (2014: 127,500 units), nil units (2014: 67,500 units) and 1,000,000 units (2014: 1,000,000 units) of the Sub-Fund respectively. The units are held and transacted in the capacity of a nominee on behalf of the third parties.

S&P Emerging Asia Consumer ETF

As at 31 March 2015, Citibank N.A. and Citigroup Global Markets Asia Limited, related companies of the Trustee, held 210,820 units (2014: 277,000 units) and nil units (2014: 7,320 units) of the Sub-Fund respectively. The units are held and transacted in the capacity of a nominee on behalf of the third parties.

S&P Global Consumer Brands ETF

As at 31 March 2015, Citibank N.A., Citigroup Global Markets Asia Limited, related companies of the Trustee and Mirae Asset Wealth Management (HK) Limited (formerly known as Mirae Asset Securities (HK) Limited), a related company of the Manager, held 240,500 units (2014: 210,000 units), nil units (2014: 31,000 units) and 1,200,000 units (2014: 1,200,000 units) of the Sub-Fund respectively. The units are held and transacted in the capacity of a nominee on behalf of the third parties.

S&P Asia ex JANZ Financials ETF

As at 31 March 2015, Citibank N.A. and Citigroup Global Markets Asia Limited, related companies of the Trustee, held 87,000 units (2014: 19,500 units) and nil units (2014: 108,500 units) of the Sub-Fund respectively. The units are held and transacted in the capacity of a nominee on behalf of the third parties.

S&P Asia ex JANZ IT ETF

As at 31 March 2015, Citibank N.A. and Citigroup Global Markets Asia Limited, related companies of the Trustee, held 174,000 units (2014: 24,000 units) and nil units (2014: 118,000 units) of the Sub-Fund respectively. The units are held and transacted in the capacity of a nominee on behalf of the third parties.

S&P Asia ex JANZ Industrials ETF

As at 31 March 2015, Citibank N.A. and Citigroup Global Markets Asia Limited, related companies of the Trustee, held 95,500 units (2014: 12,000 units) and nil units (2014: 122,000 units) of the Sub-Fund respectively. The units are held and transacted in the capacity of a nominee on behalf of the third parties.

S&P Asia ex JANZ Energy ETF

As at 31 March 2015, Citibank N.A., Citigroup Global Markets Asia Limited, related companies of the Trustee and Mirae Asset Wealth Management (HK) Limited (formerly known as Mirae Asset Securities (HK) Limited), a related company of the Manager, held 29,500 units (2014: 4,500 units), nil units (2014: 28,500 units) and 560,000 units (2014: 560,000 units) of the Sub-Fund respectively. The units are held and transacted in the capacity of a nominee on behalf of the third parties.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

6. TRANSACTIONS WITH THE TRUSTEE/MANAGER AND ITS CONNECTED PERSONS (CONTINUED)

(f) Holdings of units (continued)

S&P Asia ex JANZ Materials ETF

As at 31 March 2015, Citibank N.A., Citigroup Global Markets Asia Limited, related companies of the Trustee and Mirae Asset Wealth Management (HK) Limited (formerly known as Mirae Asset Securities (HK) Limited), a related company of the Manager, held 48,000 units (2014: 7,000 units), nil units (2014: 42,500 units) and 760,000 units (2014: 760,000 units) of the Sub-Fund respectively. The units are held and transacted in the capacity of a nominee on behalf of the third parties.

MSCI China ETF

As at 31 March 2015, Citibank N.A., a related company of the Trustee held 2,397,000 units (2014: 3,013,000 units) of the Sub-Fund. The units are held and transacted in the capacity of a nominee on behalf of the third parties.

Hang Seng High Dividend Yield ETF

As at 31 March 2015, Citibank N.A., a related company of the Trustee and Mirae Asset Wealth Management (HK) Limited (formerly known as Mirae Asset Securities (HK) Limited), a related company of the Manager, held 2,383,600 units (2014: 554,400 units) and 2,000,000 units (2014: 2,000,000 units) of the Sub-Fund respectively. The units are held and transacted in the capacity of a nominee on behalf of the third parties.

CSI 300 ETF

As at 31 March 2015, Citibank N.A., a related company of the Trustee held 726,000 units of the Sub-Fund. The units are held and transacted in the capacity of a nominee on behalf of the third parties.

(g) Other payables

For each application of unit creation and unit redemption, the Trustee is entitled to transaction fee of HK\$15,000, except for CSI 300 ETF with transaction fee of RMB12,000, which is borne by the participating dealer. The transaction fee would be paid to the Sub-Funds or may be set off and deducted against any cash components. The Sub-Funds would pay the transactions fee to the Trustee on behalf of the participating dealer. The details of the transaction fee due to the Trustee by the Sub-Funds as at year/period ended, included in the balance of "other payables" in the statements of net assets, are shown below,

	2015	2014
S&P Emerging Asia Consumer ETF (HK\$)	15,000	15,000
S&P Global Consumer Brands ETF (HK\$)	15,000	—
MSCI China ETF (HK\$)	—	15,000
CSI 300 ETF (RMB)	24,000	—

Except for shown above, no transaction fee was due to the Trustee by the other Sub-Funds.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

7. SOFT COMMISSION ARRANGEMENTS

The Manager may effect transactions, provided that any such transaction is consistent with standards of “best execution”, by or through the agency of another person for the account of the Sub-Funds with whom the Manager or any of its connected persons have an arrangement under which that party will from time to time provide to or procure for the Manager or any of its connected persons goods, services or other benefits (such as advisory services, computer hardware associated with specialised software or research services and performance measures) the nature of which is such that their provision can reasonably be expected to benefit the Sub-Funds as a whole and may contribute to an improvement in the performance of the Sub-Funds. For the avoidance of doubt, such goods and services may not include travel, accommodation, entertainment, general administrative goods or services, general office equipment or premises, membership fees, employees’ salaries or direct money payments. Since the inception of the Sub-Funds, the Manager had not participated in any soft commission arrangements in respect of any transactions for the account of the Sub-Funds.

8. TAXATION

No provision for Hong Kong profits tax has been made for the Sub-Funds as they are authorised as collective investment schemes under section 104 of the Hong Kong Securities and Futures Ordinance and are therefore exempt from Hong Kong Profits Tax under section 26A(1A) of the Hong Kong Inland Revenue Ordinance.

The Sub-Funds invest in shares of companies in the People’s Republic of China (“PRC”) listed on the Shanghai Stock Exchange or the Shenzhen Stock Exchange (“A-shares”) and the SEHK (“H-shares”). Under the PRC Corporate Income Tax Law, the Sub-Funds may be liable to pay PRC tax on the capital gains realised from the trading of A-shares and H-shares.

For the A-shares, on 14 November 2014, the Ministry of Finance of the PRC (the “MoF”), the State Administration of Taxation of the PRC (“SAT”) and the China Securities Regulatory Commission (“CSRC”) jointly issued the “Notice on the issues of temporary exemption from the imposition of corporate income tax arising from gains from the transfer of equity investment assets such as PRC domestic stocks by Qualified Foreign Institutional Investor (“QFII”) and RMB Qualified Foreign Institutional Investor (“RQFII”) “關於 QFII 和 RQFII 取得中國境內的股票等權益性投資資產轉讓所得暫免徵收企業所得稅問題的通知” Caishui [2014] No.79 (the “Notice”). The Notice states that PRC corporate income tax will be imposed on capital gains derived by QFIIs and RQFIIs from equity investment assets (including PRC domestic stocks) prior to 17 November 2014 (“capital gains tax”) in accordance with laws. The Notice also states that RQFIIs without an establishment or a place of business in the PRC will be temporarily exempt from corporate income tax on gains derived from the trading of A-Shares effective from 17 November 2014.

In view of the Notice and pursuant to the Manager’s announcement dated 19 November 2014, no withholding tax on capital gains, including gross realised or unrealised capital gains, was provided in the financial statements of CSI 300 ETF.

For the H-shares, no withholding tax on capital gains, including gross realised or unrealised capital gains, was provided as the Management considers that the Sub-Funds can sustain a position for not filing a tax return based on the existing tax regulations and that the enforcement of PRC tax on capital gains of H-shares is not probable. Upon any future resolution of the above-mentioned 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.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

8. TAXATION (CONTINUED)

Withholding tax was charged on certain dividend income of the Sub-Funds during the periods ended 31 March 2015 and 31 March 2014.

For S&P Emerging Asia Consumer ETF, capital gains tax was charged on realised gains on disposal of Indian securities during the years ended 31 March 2015 and 31 March 2014.

For S&P Asia ex JANZ Materials ETF, capital gains tax was charged on realised gains on disposal of Indian securities during the year ended 31 March 2014; no capital gains tax was incurred during the year ended 31 March 2015.

9. DISTRIBUTIONS

The Manager may in its absolute discretion distribute income to unitholders at such time or times as it may determine in each financial year or determine that no distribution shall be made in any financial year. The amount to be distributed to unitholders, if any, will be derived from the net income of the Sub-Funds.

The Sub-Funds did not make any distribution for the year/period ended 31 March 2015 (2014: Nil).

10. INVESTMENT LIMITATION AND PROHIBITIONS UNDER THE SFC CODE

The SFC Code allows the Sub-Funds to invest in constituent securities issued by a single issuer for more than 10% of the Sub-Funds' net asset value provided that:

- (a) the investment is limited to any constituent securities that each accounts for more than 10% of the weighting of the tracked index and;
- (b) the Sub-Funds' holding of any such constituent securities may not exceed their respective weightings in the tracked index, except where weightings are exceeded as a result of changes in the composition of the tracked index and the excess is only transitional and temporary in nature.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

10. INVESTMENT LIMITATION AND PROHIBITIONS UNDER THE SFC CODE (CONTINUED)

Constituent securities that account for more than 10% of the net asset value of the Sub-Funds as at year/period end were as follows:

<u>As at 31 March 2015</u>	Respective weighting in the tracked index	Respective weighting in the Sub-Fund's net asset value
<i>KOSPI 200 ETF</i>		
Samsung Electronics Co Ltd	22.86%	22.06%
<i>S&P Asia ex JANZ IT ETF</i>		
Samsung Electronics Co Ltd	19.78%	19.77%
Tencent Holdings Ltd	12.95%	13.31%
Taiwan Semiconductor Manufacturing Co Ltd	11.08%	10.68%
<i>S&P Asia ex JANZ Industrials ETF</i>		
Hutchison Whampoa Ltd	12.65%	12.69%
<i>S&P Asia ex JANZ Energy ETF</i>		
CNOOC Ltd	14.44%	14.30%
PetroChina Co Ltd	14.84%	14.69%
Reliance Industries Ltd	13.28%	13.18%
China Petroleum & Chemical Corp	12.91%	12.78%
<i>S&P Asia ex JANZ Materials ETF</i>		
POSCO	13.17%	13.08%
<i>MSCI China ETF</i>		
Tencent Holdings Ltd	10.85%	10.88%

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

10. INVESTMENT LIMITATION AND PROHIBITIONS UNDER THE SFC CODE (CONTINUED)

<u>As at 31 March 2014</u>	Respective weighting in the tracked index	Respective weighting in the Sub-Fund's net asset value
<i>KOSPI 200 ETF</i>		
Samsung Electronics Co Ltd	22.04%	21.95%
<i>S&P Asia ex JANZ IT ETF</i>		
Samsung Electronics Co Ltd	24.10%	24.03%
Tencent Holdings Ltd	11.48%	11.49%
Taiwan Semiconductor Manufacturing Co Ltd	11.33%	11.25%
<i>S&P Asia ex JANZ Industrials ETF</i>		
Hutchison Whampoa Ltd	15.39%	15.18%
<i>S&P Asia ex JANZ Energy ETF</i>		
Reliance Industries Ltd	14.30%	14.47%
CNOOC Ltd	14.03%	14.03%
PetroChina Co Ltd	13.35%	13.39%
China Petroleum & Chemical Corp	13.26%	13.44%
<i>S&P Asia ex JANZ Materials ETF</i>		
POSCO	16.29%	16.34%
<i>MSCI China ETF</i>		
Tencent Holdings Ltd	9.94%	10.33%

S&P Emerging Asia Consumer ETF, S&P Global Consumer Brands ETF, S&P Asia ex JANZ Financials ETF, Hang Seng High Dividend Yield ETF and CSI 300 ETF did not have any constituent securities that individually accounted for more than 10% of their respective net asset value as at 31 March 2015.

S&P Emerging Asia Consumer ETF, S&P Global Consumer Brands ETF, S&P Asia ex JANZ Financials ETF and Hang Seng High Dividend Yield ETF did not have any constituent securities that individually accounted for more than 10% of their respective net asset value as at 31 March 2014.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

(a) Strategy in using financial instruments

Investment objectives and investment policies

The investment objectives of the Sub-Funds are to provide investment results that, before deduction of fees and expenses, closely correspond to the performance of the underlying index relevant to each respective Sub-Fund by investing all, or substantially all, of the assets of such Sub-Fund in index securities in substantially the same weightings as constituted in the underlying index. Refer to note 1 for details.

The Sub-Funds themselves are subject to various risks. The main risks associated with the investments, assets and liabilities of the Sub-Funds are set out below:

(b) 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, whether those changes are caused by factors specific to the individual instrument or factors affecting all instruments in the market.

The Sub-Funds are designated to track the performance of their respective indices, therefore the exposures to market risk in the Sub-Funds will be substantially the same as the tracked indices. The Manager manages the Sub-Funds' 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 indices.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(b) Market risk (continued)

(i) *Market price risk (continued)*

As at 31 March 2015 and 31 March 2014, the Sub-Funds' financial assets at fair value through profit or loss were concentrated in the following industries:

	KOSPI 200 ETF			
	As at 31 March 2015		As at 31 March 2014	
	Fair value HK\$	% of net asset value	Fair value HK\$	% of net asset value
<u>Listed Equities - By Industry</u>				
Consumer discretionary	5,285,075	13.53	6,717,873	16.59
Consumer staples	3,012,708	7.71	2,382,812	5.89
Energy	761,821	1.95	950,061	2.35
Financials	4,758,598	12.18	5,234,648	12.93
Health care	474,152	1.21	303,376	0.75
Industrials	5,070,771	12.98	5,192,640	12.83
Information technology	13,617,987	34.86	13,012,616	32.14
Materials	3,300,900	8.45	4,023,822	9.94
Telecommunication services	1,363,390	3.49	1,301,244	3.21
Utilities	885,936	2.27	817,075	2.02
	<u>38,531,338</u>	<u>98.63</u>	<u>39,936,167</u>	<u>98.65</u>

	S&P Emerging Asia Consumer ETF			
	As at 31 March 2015		As at 31 March 2014	
	Fair value HK\$	% of net asset value	Fair value HK\$	% of net asset value
<u>Listed Equities - By Industry</u>				
Consumer discretionary	45,009,141	51.57	114,735,684	48.80
Consumer staples	41,540,732	47.59	120,448,844	51.22
	<u>86,549,873</u>	<u>99.16</u>	<u>235,184,528</u>	<u>100.02</u>

	S&P Global Consumer Brands ETF			
	As at 31 March 2015		As at 31 March 2014	
	Fair value HK\$	% of net asset value	Fair value HK\$	% of net asset value
<u>Listed Equities - By Industry</u>				
Consumer discretionary	134,560,638	99.04	180,390,599	99.61

	S&P Asia ex JANZ Financials ETF			
	As at 31 March 2015		As at 31 March 2014	
	Fair value HK\$	% of net asset value	Fair value HK\$	% of net asset value
<u>Listed Equities - By Industry</u>				
Financials	22,596,304	99.50	18,759,602	100.79

	S&P Asia ex JANZ IT ETF			
	As at 31 March 2015		As at 31 March 2014	
	Fair value HK\$	% of net asset value	Fair value HK\$	% of net asset value
<u>Listed Equities - By Industry</u>				
Information technology	31,795,139	99.10	39,482,947	100.13

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(b) Market risk (continued)

(i) *Market price risk (continued)*

<u>S&P Asia ex JANZ Industrials ETF</u>				
	<u>As at 31 March 2015</u>		<u>As at 31 March 2014</u>	
	Fair value	% of net	Fair value	% of net
	HK\$	asset value	HK\$	asset value
<u>Listed Equities - By Industry</u>				
Industrials	17,649,626	99.12	21,726,658	100.33
<u>S&P Asia ex JANZ Energy ETF</u>				
	<u>As at 31 March 2015</u>		<u>As at 31 March 2014</u>	
	Fair value	% of net	Fair value	% of net
	HK\$	asset value	HK\$	asset value
<u>Listed Equities - By Industry</u>				
Energy	12,186,698	99.38	13,700,836	100.53
<u>S&P Asia ex JANZ Materials ETF</u>				
	<u>As at 31 March 2015</u>		<u>As at 31 March 2014</u>	
	Fair value	% of net	Fair value	% of net
	HK\$	asset value	HK\$	asset value
<u>Listed Equities - By Industry</u>				
Materials	20,115,205	99.08	21,358,479	100.22
<u>MSCI China ETF</u>				
	<u>As at 31 March 2015</u>		<u>As at 31 March 2014</u>	
	Fair value	% of net	Fair value	% of net
	HK\$	asset value	HK\$	asset value
<u>Listed Equities - By Industry</u>				
Consumer discretionary	14,806,880	4.69	16,039,450	5.48
Consumer staples	12,741,899	4.03	14,945,350	5.11
Energy	30,247,000	9.57	40,631,500	13.90
Financials	124,635,696	39.45	112,480,620	38.47
Health care	6,812,655	2.16	5,929,000	2.03
Industrials	22,542,892	7.14	17,111,990	5.85
Information technology	46,436,997	14.70	37,219,630	12.73
Materials	8,056,405	2.55	9,574,600	3.27
Telecommunications services	35,243,940	11.16	28,236,600	9.66
Utilities	11,989,000	3.80	8,850,800	3.03
	313,513,364	99.25	291,019,540	99.53
<u>Hang Seng High Dividend Yield ETF</u>				
	<u>As at 31 March 2015</u>		<u>As at 31 March 2014</u>	
	Fair value	% of net	Fair value	% of net
	HK\$	asset value	HK\$	asset value
<u>Listed Equities - By Industry</u>				
Consumer discretionary	25,723,088	7.87	27,858,675	11.81
Energy	11,050,440	3.38	14,429,300	6.12
Financials	187,455,713	57.36	102,035,435	43.25
Health care	—	—	3,655,800	1.55
Industrials	15,419,967	4.72	31,963,285	13.54
Information technology	7,067,340	2.16	9,790,770	4.15
Materials	4,787,175	1.46	5,923,500	2.51
Telecommunications services	33,169,780	10.15	20,650,200	8.75
Utilities	38,557,260	11.80	18,533,365	7.85
	323,230,763	98.90	234,840,330	99.53

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(b) Market risk (continued)

(i) *Market price risk (continued)*

CSI 300 ETF		
As at 31 March 2015		
	Fair value	% of net
	RMB	asset value
<u>Listed Equities - By Industry</u>		
Consumer discretionary	39,258,880	11.27
Consumer staples	19,022,622	5.46
Energy	10,942,031	3.14
Financials	140,371,316	40.28
Health care	19,204,810	5.51
Industrials	58,070,591	16.66
Information technology	21,044,123	6.04
Materials	25,276,433	7.25
Telecommunications services	3,167,036	0.91
Utilities	12,245,728	3.52
	<u>348,603,570</u>	<u>100.04</u>

Sensitivity analysis in the event of a possible change in the tracked indices by sensitivity threshold as estimated by the Manager

As at 31 March 2015 and 31 March 2014, if the tracked indices were to increase by the following sensitivity thresholds with all other variables held constant, this would increase the net asset value by the amounts stated below. Conversely, if the tracked indices were to decrease by the same sensitivity thresholds, this would decrease the net asset value by approximately equal amounts.

	As at 31 March 2015		As at 31 March 2014	
	Sensitivity threshold in %	Impact	Sensitivity threshold in %	Impact
KOSPI 200 ETF (in HK\$)	4.39%	1,691,526	2.21%	882,861
S&P Emerging Asia Consumer ETF (in HK\$)	3.31%	2,864,801	0.20%	480,490
S&P Global Consumer Brands ETF (in HK\$)	5.64%	7,589,220	23.49%	42,374,549
S&P Asia ex JANZ Financials ETF (in HK\$)	23.08%	5,215,227	2.93%	548,930
S&P Asia ex JANZ IT ETF (in HK\$)	14.95%	4,753,373	18.67%	7,370,389
S&P Asia ex JANZ Industrials ETF (in HK\$)	4.57%	806,588	1.57%	340,279
S&P Asia ex JANZ Energy ETF (in HK\$)	8.82%	1,074,867	9.08%	1,243,963
S&P Asia ex JANZ Materials ETF (in HK\$)	3.77%	758,343	0.28%	59,067
MSCI China ETF (in HK\$)	23.94%	75,055,099	2.13%	6,198,828
Hang Seng High Dividend Yield ETF (in HK\$)	17.56%	56,759,322	4.89%	11,479,724
CSI 300 ETF (in RMB)	88.75%	309,385,668	—	—

The Manager has used their view of what would be a “reasonable shift” in each key market to estimate the change for use in the market sensitivity analysis above. Disclosures above are shown in absolute terms, changes and impacts could be positive or negative. Changes in market index % are revised annually depending on the Manager’s current view of market volatility and other relevant factor.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(b) Market risk (continued)

(ii) *Interest rate risk*

Interest rate risk is the risk that the value of a financial instrument or future cash flows will fluctuate due to changes in market interest rates.

The majority of the Sub-Funds' financial assets and liabilities are non-interest bearing. As a result, the Sub-Funds are not subject to significant amounts of risk due to fluctuations in the prevailing levels of market interest rates.

(iii) *Currency risk*

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates.

The Sub-Funds, except for MSCI China ETF, Hang Seng High Dividend Yield ETF and CSI 300 ETF, hold assets and liabilities denominated in currencies other than their functional currency, Hong Kong dollar, and are therefore exposed to currency risk with respect to these currencies. The Manager considers that there is no currency risk to the United States dollar ("US dollar") which is a linked currency with the Hong Kong dollar.

The tables below summarise the Sub-Funds' net exposure, monetary and non-monetary, which are denominated in a currency other than the Hong Kong dollar and the US dollar.

<i>(Amounts in HK\$)</i>	<u>KOSPI 200 ETF</u>	
	<u>As at 31 March 2015</u>	<u>As at 31 March 2014</u>
	KRW	KRW
Current assets		
Monetary assets	500,602	460,293
Non-monetary assets	38,531,338	39,936,167

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(b) Market risk (continued)

(iii) Currency risk (continued)

	S&P Emerging Asia Consumer ETF						
	As at 31 March 2015						
	IDR	INR	MYR	PHP	SGD	THB	TWD
<i>(Amounts in HK\$)</i>							
Current assets							
Monetary assets	10,255,386	21,862,329	3,764,440	–	–	–	16,696
Non-monetary assets	–	–	–	–	–	4,335,881	15,043,733
Current assets							
Monetary assets	32,648,998	33,439,457	30,102,053	3,390,835	6,157,587	13,368,534	83,158
Non-monetary assets	–	–	–	–	–	–	38,492,980
	S&P Global Consumer Brands ETF						
	As at 31 March 2015						
	CHF	EUR	GBP	JPY	KRW	SEK	
<i>(Amounts in HK\$)</i>							
Current assets							
Monetary assets	8,662,102	44,772,652	4,377,047	170,492	144,955	–	–
Non-monetary assets	–	–	–	22,452,452	13,585,438	4,322,182	–
	As at 31 March 2014						
	CHF	EUR	GBP	JPY	KRW	SEK	
Current assets							
Monetary assets	11,870,379	61,797,092	6,040,021	29,830,418	113,268	–	–
Non-monetary assets	–	–	–	–	19,196,031	5,677,645	–

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(b) Market risk (continued)

(iii) Currency risk (continued)

S&P Asia ex JANTZ Financials ETF

As at 31 March 2015

	IDR	INR	KRW	MYR	PHP	SGD	THB	TWD
Current assets								
Monetary assets	8,532	1,075	17,295	963	389	—	—	33,350
Non-monetary assets	861,007	1,944,113	1,364,366	526,092	494,727	2,018,027	611,375	1,918,697

As at 31 March 2014

	IDR	INR	KRW	MYR	PHP	SGD	THB	TWD
Current assets								
Monetary assets	3,580	772	15,472	1,669	—	—	—	1,993
Non-monetary assets	770,579	1,410,937	1,679,005	630,674	373,533	1,984,492	535,148	1,748,898

S&P Asia ex JANTZ IT ETF

As at 31 March 2015

	INR	KRW	TWD
Current assets			
Monetary assets	—	89,256	16,629
Non-monetary assets	2,936,907	9,595,229	10,280,373

As at 31 March 2014

	INR	KRW	TWD
Current assets			
Monetary assets	—	96,887	45,503
Non-monetary assets	3,340,479	14,112,927	13,630,145

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(b) Market risk (continued)

(iii) Currency risk (continued)

S&P Asia ex JANZ Industrials ETF

As at 31 March 2015

	IDR	INR	KRW	MYR	PHP	SGD	THB	TWD
Current assets								
Monetary assets	699	–	22,486	–	2,965	–	9,126	70,822
Non-monetary assets	283,575	1,009,496	3,220,967	1,036,140	1,647,650	1,668,938	266,851	554,332

As at 31 March 2014

	IDR	INR	KRW	MYR	PHP	SGD	THB	TWD
Current assets								
Monetary assets	–	–	42,094	–	6,974	–	5,940	17,663
Non-monetary assets	428,968	747,369	4,598,745	1,010,797	2,055,819	3,028,984	278,334	999,557

S&P Asia ex JANZ Energy ETF

As at 31 March 2015

	IDR	INR	KRW	MYR	THB	TWD
Current assets						
Monetary assets	–	10,639	32	–	15,148	7,929
Non-monetary assets	92,382	3,360,793	605,659	274,543	1,124,491	271,568

As at 31 March 2014

	IDR	INR	KRW	MYR	THB	TWD
Current assets						
Monetary assets	–	12,075	15,715	–	27,159	–
Non-monetary assets	109,748	3,367,197	700,671	562,375	1,276,225	315,860

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(b) Market risk (continued)

(iii) Currency risk (continued)

	S&P Asia ex JANZ Materials ETF				
	As at 31 March 2015				
	IDR	INR	KRW	MYR	TWD
<i>(Amounts in HK\$)</i>					
Current assets					
Monetary assets	—	—	88,200	—	96,951
Non-monetary assets	807,508	2,070,508	6,031,297	439,222	1,319,031
					7,645,676
<i>(Amounts in HK\$)</i>					
	IDR	INR	KRW	MYR	TWD
Current assets					
Monetary assets	—	—	93,142	—	10,315
Non-monetary assets	1,078,310	1,462,963	7,044,797	659,859	1,200,926
					8,200,394

All of MSCI China ETF's and Hang Seng High Dividend Yield ETF's assets and liabilities are denominated in their functional currency, Hong Kong dollar. All of CSI 300 ETF's assets and liabilities are denominated in its functional currency, Renminbi. As a result, MSCI China ETF, Hang Seng High Dividend Yield ETF and CSI 300 ETF are not exposed to significant currency risk as at 31 March 2015.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(b) Market risk (continued)

(iii) *Currency risk (continued)*

The tables below summarise the sensitivity of the Sub-Funds' monetary and non-monetary assets and liabilities to changes in foreign exchange rates at 31 March 2015 and 31 March 2014. The analysis is based on the assumption that the relevant foreign exchange rate increased or decreased against the Hong Kong dollar by the percentage disclosed in the tables below with all other variables held constant. This represents the Management's best estimate of a reasonable possible shift in the foreign exchange rates, having regard to historical volatility of those rates.

	<u>KOSPI 200 ETF</u>			
	<u>As at 31 March 2015</u>		<u>As at 31 March 2014</u>	
	Reasonably possible shift in %	Impact on net assets attributable to unitholders HK\$	Reasonably possible shift in %	Impact on net assets attributable to unitholders HK\$
Currency				
South Korean won				
- monetary	4.3%	21,526	4.3%	19,793
- non-monetary	4.3%	1,656,848	4.3%	1,717,255

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(b) Market risk (continued)

(iii) Currency risk (continued)

	S&P Emerging Asia Consumer ETF			
	As at 31 March 2015		As at 31 March 2014	
	Reasonably possible shift in %	Impact on net assets attributable to unitholders HK\$	Reasonably possible shift in %	Impact on net assets attributable to unitholders HK\$
Currency				
Indonesian rupiah				
- monetary	—	—	—	—
- non-monetary	15.2%	1,558,819	17.0%	5,550,330
Indian rupee				
- monetary	—	—	—	—
- non-monetary	4.8%	1,049,392	10.0%	3,343,946
Malaysian ringgit				
- monetary	—	—	—	—
- non-monetary	13.5%	508,199	5.5%	1,655,613
Philippines Peso				
- monetary	—	—	—	—
- non-monetary	—	—	10.0%	339,084
Singapore dollar				
- monetary	—	—	—	—
- non-monetary	—	—	1.4%	86,206
Thai baht				
- monetary	—	—	—	—
- non-monetary	0.4%	17,344	10.9%	1,457,170
Taiwan dollar				
- monetary	2.8%	467	1.9%	1,580
- non-monetary	2.8%	421,225	1.9%	731,367

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(b) Market risk (continued)

(iii) *Currency risk (continued)*

	S&P Global Consumer Brands ETF			
	As at 31 March 2015		As at 31 March 2014	
	Reasonably possible shift in %	Impact on net assets attributable to unitholders HK\$	Reasonably possible shift in %	Impact on net assets attributable to unitholders HK\$
Currency				
Euro				
- monetary	—	—	—	—
- non-monetary	28.4%	12,715,433	6.8%	4,202,202
Japanese yen				
- monetary	16.5%	28,131	—	—
- non-monetary	16.5%	3,704,655	9.6%	2,863,720
Pound sterling				
- monetary	—	—	—	—
- non-monetary	12.4%	542,754	8.9%	537,562
South Korean won				
- monetary	4.3%	6,233	4.3%	4,871
- non-monetary	4.3%	584,174	4.3%	825,429
Swedish krona				
- monetary	—	—	—	—
- non-monetary	33.1%	1,430,642	0.2%	11,355
Swiss franc				
- monetary	—	—	—	—
- non-monetary	10.0%	866,210	6.6%	783,445

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(b) Market risk (continued)

(iii) *Currency risk (continued)*

	S&P Asia ex JANZ Financials ETF			
	As at 31 March 2015		As at 31 March 2014	
	Reasonably possible shift in %	Impact on net assets attributable to unitholders HK\$	Reasonably possible shift in %	Impact on net assets attributable to unitholders HK\$
Currency				
Indonesian rupiah				
- monetary	15.2%	1,297	17.0%	609
- non-monetary	15.2%	130,873	17.0%	130,998
Indian rupee				
- monetary	4.8%	52	10.0%	77
- non-monetary	4.8%	93,317	10.0%	141,094
Malaysian ringgit				
- monetary	13.5%	130	5.5%	92
- non-monetary	13.5%	71,022	5.5%	34,687
Philippines peso				
- monetary	0.3%	1	—	—
- non-monetary	0.3%	1,484	10.0%	37,353
Singapore dollar				
- monetary	—	—	—	—
- non-monetary	9.1%	183,640	1.4%	27,783
South Korean won				
- monetary	4.3%	744	4.3%	665
- non-monetary	4.3%	58,668	4.3%	72,197
Thai baht				
- monetary	—	—	—	—
- non-monetary	0.4%	2,446	10.9%	58,331
Taiwan dollar				
- monetary	2.8%	934	1.9%	38
- non-monetary	2.8%	53,724	1.9%	33,229

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(b) Market risk (continued)

(iii) *Currency risk (continued)*

	S&P Asia ex JANZ IT ETF			
	As at 31 March 2015		As at 31 March 2014	
	Reasonably possible shift in %	Impact on net assets attributable to unitholders HK\$	Reasonably possible shift in %	Impact on net assets attributable to unitholders HK\$
Currency				
Indian rupee				
- monetary	—	—	—	—
- non-monetary	4.8%	140,972	10.0%	334,048
South Korean won				
- monetary	4.3%	3,838	4.3%	4,166
- non-monetary	4.3%	412,595	4.3%	606,856
Taiwan dollar				
- monetary	2.8%	466	1.9%	865
- non-monetary	2.8%	287,850	1.9%	258,973

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(b) Market risk (continued)

(iii) Currency risk (continued)

	S&P Asia ex JANZ Industrials ETF			
	As at 31 March 2015		As at 31 March 2014	
	Reasonably possible shift in %	Impact on net assets attributable to unitholders HK\$	Reasonably possible shift in %	Impact on net assets attributable to unitholders HK\$
Currency				
Indonesian rupiah				
- monetary	15.2%	106	—	—
- non-monetary	15.2%	43,103	17.0%	72,925
Indian rupee				
- monetary	—	—	—	—
- non-monetary	4.8%	48,456	10.0%	74,737
Malaysian ringgit				
- monetary	—	—	—	—
- non-monetary	13.5%	139,879	5.5%	55,594
Philippines peso				
- monetary	0.3%	9	10.0%	697
- non-monetary	0.3%	4,943	10.0%	205,582
Singapore dollar				
- monetary	—	—	—	—
- non-monetary	9.1%	151,873	1.4%	42,406
South Korean won				
- monetary	4.3%	967	4.3%	1,810
- non-monetary	4.3%	138,502	4.3%	197,746
Thailand baht				
- monetary	0.4%	37	10.9%	647
- non-monetary	0.4%	1,067	10.9%	30,338
Taiwan dollar				
- monetary	2.8%	1,983	1.9%	336
- non-monetary	2.8%	15,521	1.9%	18,992

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(b) Market risk (continued)

(iii) *Currency risk (continued)*

	S&P Asia ex JANZ Energy ETF			
	As at 31 March 2015		As at 31 March 2014	
	Reasonably possible shift in %	Impact on net assets attributable to unitholders HK\$	Reasonably possible shift in %	Impact on net assets attributable to unitholders HK\$
Currency				
Indonesian rupiah				
- monetary	—	—	—	—
- non-monetary	15.2%	14,042	17.0%	18,657
Indian rupee				
- monetary	4.8%	511	10.0%	1,207
- non-monetary	4.8%	161,318	10.0%	336,720
Malaysian ringgit				
- monetary	—	—	—	—
- non-monetary	13.5%	37,063	5.5%	30,931
South Korean won				
- monetary	4.3%	1	4.3%	676
- non-monetary	4.3%	26,043	4.3%	30,129
Thailand baht				
- monetary	0.4%	61	10.9%	2,960
- non-monetary	0.4%	4,498	10.9%	139,109
Taiwan dollar				
- monetary	2.8%	222	—	—
- non-monetary	2.8%	7,604	1.9%	6,001

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(b) Market risk (continued)

(iii) *Currency risk (continued)*

	S&P Asia ex JANZ Materials ETF			
	As at 31 March 2015		As at 31 March 2014	
	Reasonably possible shift in %	Impact on net assets attributable to unitholders HK\$	Reasonably possible shift in %	Impact on net assets attributable to unitholders HK\$
Currency				
Indonesian rupiah				
- monetary	—	—	—	—
- non-monetary	15.2%	122,741	17.0%	183,313
Indian rupee				
- monetary	—	—	—	—
- non-monetary	4.8%	99,384	10.0%	146,296
Malaysian ringgit				
- monetary	—	—	—	—
- non-monetary	13.5%	59,295	5.5%	36,292
South Korean won				
- monetary	4.3%	3,793	4.3%	4,005
- non-monetary	4.3%	259,346	4.3%	302,926
Thai baht				
- monetary	0.4%	63	10.9%	1,453
- non-monetary	0.4%	5,276	10.9%	130,901
Taiwan dollar				
- monetary	2.8%	2,715	1.9%	196
- non-monetary	2.8%	214,079	1.9%	155,807

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(c) Credit risk

Credit risk is the risk that an issuer or counterparty will be unable or unwilling to pay amounts in full when due.

The Sub-Funds' financial assets which are potentially subject to credit risk consist principally of securities and bank balances. The Sub-Funds limit their exposure to credit risk by transacting with well-established broker-dealers and banks with high credit ratings.

All transactions in securities are settled or paid for upon delivery using approved and reputable brokers. The risk of default is considered minimal as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

The Sub-Fund's financial assets which are potentially subject to concentrations of counterparty risk consist principally of bank deposits and assets held with the Citibank N.A., a related company of the Trustee, and Industrial and Commercial Bank of China Limited. The tables below summarise the Sub-Fund's assets placed with banks and their related credit ratings from Moody's:

NOTES TO THE FINANCIAL STATEMENTS

(c) Credit risk (continued)

Financial assets at fair value through
profit or loss
Citibank N.A.
Rating
Source of rating
Bank balances
Citibank N.A.
Rating
Source of rating

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(c) Credit risk (continued)

	MSCI China ETF		Hang Seng High Dividend Yield ETF		CSI 300 ETF	
	Net exposure to counterparty 2015 HK\$	2014 HK\$	Net exposure to counterparty 2015 HK\$	2014 HK\$	Net exposure to counterparty 2015 RMB	
Financial assets at fair value through profit or loss						
Citibank N.A.	313,513,364	291,019,540	323,230,763	234,840,330	—	—
Rating	A2	A2	A2	A2	—	—
Source of rating	Moody's	Moody's	Moody's	Moody's	—	—
Industrial and Commercial Bank of China Limited	—	—	—	—	348,603,570	A1
Rating	—	—	—	—	Moody's	
Source of rating	—	—	—	—		
Deposit reserve – China Exchange Clearing						
Industrial and Commercial Bank of China Limited	—	—	—	—	50,399	A1
Rating	—	—	—	—	Moody's	
Source of rating	—	—	—	—		
Bank balances						
Citibank N.A.	2,672,909	1,850,536	3,547,923	1,061,091	459	A2
Rating	A2	A2	A2	A2	Moody's	
Source of rating	Moody's	Moody's	Moody's	Moody's		
Industrial and Commercial Bank of China Limited	—	—	—	—	875,676	A1
Rating	—	—	—	—	Moody's	
Source of rating	—	—	—	—		

Accordingly, the Sub-Funds have no significant credit risk.

The maximum exposure to credit risk at period end is the carrying amount of the financial assets as shown on the statement of net assets.

None of the assets is impaired nor past due but not impaired.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(d) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in settling a liability, including a redemption request.

The Sub-Funds invest the majority of their assets in investments that are traded in an active market and can be readily disposed of. The Sub-Funds' securities are considered readily realisable, as they are listed. It is the intent of the Manager to monitor the Sub-Funds' liquidity position on a daily basis.

The following table illustrates the expected liquidity of assets held at 31 March and gives the contractual undiscounted cash-flow projection of the Sub-Funds' financial liabilities. The Sub-Funds manage their liquidity risk by investing in securities that they expect to be able to liquidate within 1 month or less. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

KOSPI 200 ETF

<u>As at 31 March 2015</u>	Less than 1 month HK\$	1 to 3 months HK\$	3 to 12 months HK\$	Total HK\$
Financial assets				
Financial assets at fair value through profit or loss	38,531,338	—	—	38,531,338
Dividends receivable	346,301	12,895	—	359,196
Bank balances	185,715	—	—	185,715
Total	39,063,354	12,895	—	39,076,249
Financial liabilities				
Management fee payable	1,696	—	—	1,696
Trustee fee payable	4,069	—	—	4,069
Administration fee payable	3,696	—	—	3,696
Other payables	373	—	—	373
Total	9,834	—	—	9,834

As at 31 March 2015, three unitholders respectively held 50%, 16% and 11% of KOSPI 200 ETF's total net assets.

<u>As at 31 March 2014</u>	Less than 1 month HK\$	1 to 3 months HK\$	3 to 12 months HK\$	Total HK\$
Financial assets				
Financial assets at fair value through profit or loss	39,936,167	—	—	39,936,167
Dividends receivable	315,924	—	—	315,924
Bank balances	240,784	—	—	240,784
Total	40,492,875	—	—	40,492,875
Financial liabilities				
Management fee payable	1,684	—	—	1,684
Trustee fee payable	4,041	—	—	4,041
Administration fee payable	3,872	—	—	3,872
Other payables	168	—	—	168
Total	9,765	—	—	9,765

As at 31 March 2014, three unitholders respectively held 50%, 14% and 12% of KOSPI 200 ETF's total net assets.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(d) Liquidity risk (continued)

S&P Emerging Asia Consumer ETF

<u>As at 31 March 2015</u>	Less than 1 month HK\$	1 to 3 months HK\$	3 to 12 months HK\$	More than 12 months HK\$	Total HK\$
Financial assets					
Financial assets at fair value through profit or loss	86,549,873	—	—	—	86,549,873
Bank balances	819,580	—	—	—	819,580
Total	87,369,453	—	—	—	87,369,453
Financial liabilities					
Management fee payable	34,739	—	—	—	34,739
Trustee fee payable	9,264	—	—	—	9,264
Formation fee payable	14,311	—	—	—	14,311
Administration fee payable	13,896	—	—	—	13,896
Other payables	15,000	—	—	—	15,000
Total	87,210	—	—	—	87,210

As at 31 March 2015, an unitholder held 94% of S&P Emerging Asia Consumer ETF's total net assets.

<u>As at 31 March 2014</u>	Less than 1 month HK\$	1 to 3 months HK\$	3 to 12 months HK\$	More than 12 months HK\$	Total HK\$
Financial assets					
Financial assets at fair value through profit or loss	235,184,528	—	—	—	235,184,528
Bank balances	291,761	—	—	—	291,761
Total	235,476,289	—	—	—	235,476,289
Financial liabilities					
Management fee payable	87,606	—	—	—	87,606
Trustee fee payable	23,361	—	—	—	23,361
Formation fee payable	13,864	40,810	122,430	—	177,104
Administration fee payable	35,043	—	—	—	35,043
Other payables	15,000	—	—	—	15,000
Total	174,874	40,810	122,430	—	338,114

As at 31 March 2014, an unitholder held 92% of S&P Emerging Asia Consumer ETF's total net assets.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(d) Liquidity risk (continued)

S&P Global Consumer Brands ETF

<u>As at 31 March 2015</u>	Less than 1 month HK\$	1 to 3 months HK\$	3 to 12 months HK\$	More than 12 months HK\$	Total HK\$
Financial assets					
Financial assets at fair value					
through profit or loss	134,560,638	—	—	—	134,560,638
Amount due from brokers	61,657	—	—	—	61,657
Dividends receivable	191,254	149,765	—	—	341,019
Bank balances	1,055,099	—	—	—	1,055,099
Total	135,868,648	149,765	—	—	136,018,413
Financial liabilities					
Management fee payable	54,765	—	—	—	54,765
Trustee fee payable	14,604	—	—	—	14,604
Formation fee payable	13,913	—	—	—	13,913
Administration fee payable	21,906	—	—	—	21,906
Amount due to brokers	32,849	—	—	—	32,849
Other payables	15,000	—	—	—	15,000
Total	153,037	—	—	—	153,037

As at 31 March 2015, two unitholders respectively held 64% and 25% of S&P Global Consumer Brands ETF's total net assets.

<u>As at 31 March 2014</u>	Less than 1 month HK\$	1 to 3 months HK\$	3 to 12 months HK\$	More than 12 months HK\$	Total HK\$
Financial assets					
Financial assets at fair value					
through profit or loss	180,390,599	—	—	—	180,390,599
Amount due from brokers	60,000	—	—	—	60,000
Dividends receivable	127,199	—	—	—	127,199
Bank balances	841,970	—	—	—	841,970
Total	181,419,768	—	—	—	181,419,768
Financial liabilities					
Management fee payable	69,089	—	—	—	69,089
Trustee fee payable	18,424	—	—	—	18,424
Formation fee payable	13,478	39,673	119,020	—	172,171
Administration fee payable	27,635	—	—	—	27,635
Amount due to brokers	31,195	—	—	—	31,195
Total	159,821	39,673	119,020	—	318,514

As at 31 March 2014, two unitholders respectively held 20% and 72% of S&P Global Consumer Brands ETF's total net assets.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(d) Liquidity risk (continued)

S&P Asia ex JANZ Financials ETF

<u>As at 31 March 2015</u>	Less than 1 month HK\$	1 to 3 months HK\$	3 to 12 months HK\$	More than 12 months HK\$	Total HK\$
Financial assets					
Financial assets at fair value through profit or loss	22,596,304	—	—	—	22,596,304
Dividends receivable	39,218	4,037	—	—	43,255
Bank balances	99,274	—	—	—	99,274
Total	22,734,796	4,037	—	—	22,738,833
Financial liabilities					
Management fee payable	8,810	—	—	—	8,810
Trustee fee payable	2,349	—	—	—	2,349
Formation fee payable	14,311	—	—	—	14,311
Administration fee payable	3,524	—	—	—	3,524
Total	28,994	—	—	—	28,994

As at 31 March 2015, two unitholders respectively held 82% and 11% of S&P Asia ex JANZ Financials ETF's total net assets.

<u>As at 31 March 2014</u>	Less than 1 month HK\$	1 to 3 months HK\$	3 to 12 months HK\$	More than 12 months HK\$	Total HK\$
Financial assets					
Financial assets at fair value through profit or loss	18,759,602	—	—	—	18,759,602
Dividends receivable	25,273	3,723	—	—	28,996
Bank balances	19,466	—	—	—	19,466
Total	18,804,341	3,723	—	—	18,808,064
Financial liabilities					
Management fee payable	6,968	—	—	—	6,968
Trustee fee payable	1,858	—	—	—	1,858
Formation fee payable	13,864	40,810	122,430	—	177,104
Administration fee payable	2,787	—	—	—	2,787
Total	25,477	40,810	122,430	—	188,717

As at 31 March 2014, two unitholders respectively held 80% and 14% of S&P Asia ex JANZ Financials ETF's total net assets.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(d) Liquidity risk (continued)

S&P Asia ex JANZ IT ETF

<u>As at 31 March 2015</u>	Less than 1 month HK\$	1 to 3 months HK\$	3 to 12 months HK\$	More than 12 months HK\$	Total HK\$
Financial assets					
Financial assets at fair value					
through profit or loss	31,795,139	—	—	—	31,795,139
Dividends receivable	88,809	—	—	—	88,809
Bank balances	234,938	—	—	—	234,938
Total	32,118,886	—	—	—	32,118,886
Financial liabilities					
Management fee payable	12,627	—	—	—	12,627
Trustee fee payable	3,367	—	—	—	3,367
Formation fee payable	14,312	—	—	—	14,312
Administration fee payable	5,051	—	—	—	5,051
Total	35,357	—	—	—	35,357

As at 31 March 2015, two unitholders respectively held 79% and 17% of S&P Asia ex JANZ IT ETF's total net assets.

<u>As at 31 March 2014</u>	Less than 1 month HK\$	1 to 3 months HK\$	3 to 12 months HK\$	More than 12 months HK\$	Total HK\$
Financial assets					
Financial assets at fair value					
through profit or loss	39,482,947	—	—	—	39,482,947
Dividends receivable	96,438	—	—	—	96,438
Bank balances	53,404	—	—	—	53,404
Total	39,632,789	—	—	—	39,632,789
Financial liabilities					
Management fee payable	15,110	—	—	—	15,110
Trustee fee payable	4,030	—	—	—	4,030
Formation fee payable	13,864	40,810	122,430	—	177,104
Administration fee payable	6,044	—	—	—	6,044
Total	39,048	40,810	122,430	—	202,288

As at 31 March 2014, two unitholders respectively held 61% and 27% of S&P Asia ex JANZ IT ETF's total net assets.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(d) Liquidity risk (continued)

S&P Asia ex JANZ Industrials ETF

<u>As at 31 March 2015</u>	Less than 1 month HK\$	1 to 3 months HK\$	3 to 12 months HK\$	More than 12 months HK\$	Total HK\$
Financial assets					
Financial assets at fair value					
through profit or loss	17,649,626	—	—	—	17,649,626
Dividends receivable	62,936	26,209	—	—	89,145
Bank balances	92,849	—	—	—	92,849
Total	17,805,411	26,209	—	—	17,831,620
Financial liabilities					
Management fee payable	6,927	—	—	—	6,927
Trustee fee payable	1,847	—	—	—	1,847
Formation fee payable	14,311	—	—	—	14,311
Administration fee payable	2,771	—	—	—	2,771
Total	25,856	—	—	—	25,856

As at 31 March 2015, three unitholders respectively held 68%, 14% and 12% of S&P Asia ex JANZ Industrials ETF's total net assets.

<u>As at 31 March 2014</u>	Less than 1 month HK\$	1 to 3 months HK\$	3 to 12 months HK\$	More than 12 months HK\$	Total HK\$
Financial assets					
Financial assets at fair value					
through profit or loss	21,726,658	—	—	—	21,726,658
Dividends receivable	49,037	19,470	—	—	68,507
Bank balances	51,281	—	—	—	51,281
Total	21,826,976	19,470	—	—	21,846,446
Financial liabilities					
Management fee payable	8,194	—	—	—	8,194
Trustee fee payable	2,185	—	—	—	2,185
Formation fee payable	13,864	40,810	122,430	—	177,104
Administration fee payable	3,278	—	—	—	3,278
Total	27,521	40,810	122,430	—	190,761

As at 31 March 2014, three unitholders respectively held 71%, 12% and 11% of S&P Asia ex JANZ Industrials ETF's total net assets.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(d) Liquidity risk (continued)

S&P Asia ex JANZ Energy ETF

<u>As at 31 March 2015</u>	Less than 1 month HK\$	1 to 3 months HK\$	3 to 12 months HK\$	More than 12 months HK\$	Total HK\$
Financial assets					
Financial assets at fair value through profit or loss	12,186,698	—	—	—	12,186,698
Dividends receivable	24,022	—	—	—	24,022
Bank balances	74,777	—	—	—	74,777
Total	12,285,497	—	—	—	12,285,497
Financial liabilities					
Management fee payable	4,823	—	—	—	4,823
Trustee fee payable	1,286	—	—	—	1,286
Formation fee payable	14,312	—	—	—	14,312
Administration fee payable	1,929	—	—	—	1,929
Total	22,350	—	—	—	22,350

As at 31 March 2015, two unitholders respectively held 70% and 20% of S&P Asia ex JANZ Energy ETF's total net assets.

<u>As at 31 March 2014</u>	Less than 1 month HK\$	1 to 3 months HK\$	3 to 12 months HK\$	More than 12 months HK\$	Total HK\$
Financial assets					
Financial assets at fair value through profit or loss	13,700,836	—	—	—	13,700,836
Dividends receivable	50,354	2,712	—	—	53,066
Bank balances	60,129	—	—	—	60,129
Total	13,811,319	2,712	—	—	13,814,031
Financial liabilities					
Management fee payable	5,133	—	—	—	5,133
Trustee fee payable	1,369	—	—	—	1,369
Formation fee payable	13,864	40,810	122,430	—	177,104
Administration fee payable	2,053	—	—	—	2,053
Total	22,419	40,810	122,430	—	185,659

As at 31 March 2014, two unitholders respectively held 70% and 20% of S&P Asia ex JANZ Energy ETF's total net assets.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(d) Liquidity risk (continued)

S&P Asia ex JANZ Materials ETF

<u>As at 31 March 2015</u>	Less than 1 month HK\$	1 to 3 months HK\$	3 to 12 months HK\$	More than 12 months HK\$	Total HK\$
Financial assets					
Financial assets at fair value through profit or loss	20,115,205	—	—	—	20,115,205
Dividends receivable	103,748	—	—	—	103,748
Bank balances	109,829	—	—	—	109,829
Total	20,328,782	—	—	—	20,328,782
Financial liabilities					
Management fee payable	7,981	—	—	—	7,981
Trustee fee payable	2,128	—	—	—	2,128
Formation fee payable	14,312	—	—	—	14,312
Administration fee payable	3,192	—	—	—	3,192
Total	27,613	—	—	—	27,613

As at 31 March 2015, two unitholders respectively held 63% and 20% of S&P Asia ex JANZ Materials ETF's total net assets.

<u>As at 31 March 2014</u>	Less than 1 month HK\$	1 to 3 months HK\$	3 to 12 months HK\$	More than 12 months HK\$	Total HK\$
Financial assets					
Financial assets at fair value through profit or loss	21,358,479	—	—	—	21,358,479
Dividends receivable	106,364	—	—	—	106,364
Bank balances	37,485	—	—	—	37,485
Total	21,502,328	—	—	—	21,502,328
Financial liabilities					
Management fee payable	7,998	—	—	—	7,998
Trustee fee payable	2,133	—	—	—	2,133
Formation fee payable	13,864	40,810	122,430	—	177,104
Administration fee payable	3,199	—	—	—	3,199
Total	27,194	40,810	122,430	—	190,434

As at 31 March 2014, two unitholders respectively held 63% and 20% of S&P Asia ex JANZ Materials ETF's total net assets.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(d) Liquidity risk (continued)

MSCI China ETF

<u>As at 31 March 2015</u>	Less than 1 month HK\$	1 to 3 months HK\$	3 to 12 months HK\$	More than 12 months HK\$	Total HK\$
Financial assets					
Financial assets at fair value through profit or loss	313,513,364	—	—	—	313,513,364
Bank balances	2,672,909	—	—	—	2,672,909
Total	<u>316,186,273</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>316,186,273</u>
Financial liabilities					
Management fee payable	13,119	—	—	—	13,119
Trustee fee payable	26,774	—	—	—	26,774
Formation fee payable	16,494	47,034	141,103	—	204,631
Administration fee payable	27,042	—	—	—	27,042
Total	<u>83,429</u>	<u>47,034</u>	<u>141,103</u>	<u>—</u>	<u>271,566</u>

As at 31 March 2015, two unitholders respectively held 64% and 20% of MSCI China ETF's total net assets.

<u>As at 31 March 2014</u>	Less than 1 month HK\$	1 to 3 months HK\$	3 to 12 months HK\$	More than 12 months HK\$	Total HK\$
Financial assets					
Financial assets at fair value through profit or loss	291,019,540	—	—	—	291,019,540
Bank balances	1,850,536	—	—	—	1,850,536
Total	<u>292,870,076</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>292,870,076</u>
Financial liabilities					
Management fee payable	12,549	—	—	—	12,549
Trustee fee payable	25,611	—	—	—	25,611
Formation fee payable	15,957	50,959	152,877	172,436	392,229
Administration fee payable	25,867	—	—	—	25,867
Other payables	15,000	—	—	—	15,000
Total	<u>94,984</u>	<u>50,959</u>	<u>152,877</u>	<u>172,436</u>	<u>471,256</u>

As at 31 March 2014, two unitholders respectively held 72% and 22% of MSCI China ETF's total net assets.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(d) Liquidity risk (continued)

Hang Seng High Dividend Yield ETF

<u>As at 31 March 2015</u>	Less than 1 month HK\$	1 to 3 months HK\$	3 to 12 months HK\$	More than 12 months HK\$	Total HK\$
Financial assets					
Financial assets at fair value through profit or loss	323,230,763	—	—	—	323,230,763
Dividends receivable	292,573	68,160	—	—	360,733
Bank balances	3,547,923	—	—	—	3,547,923
Total	327,071,259	68,160	—	—	327,139,419
Financial liabilities					
Management fee payable	50,570	—	—	—	50,570
Trustee fee payable	28,094	—	—	—	28,094
Formation fee payable	16,494	47,034	141,103	—	204,631
Administration fee payable	28,094	—	—	—	28,094
Total	123,252	47,034	141,103	—	311,389

As at 31 March 2015, three unitholders respectively held 59%, 17% and 14% of Hang Seng High Dividend Yield ETF's total net assets.

<u>As at 31 March 2014</u>	Less than 1 month HK\$	1 to 3 months HK\$	3 to 12 months HK\$	More than 12 months HK\$	Total HK\$
Financial assets					
Financial assets at fair value through profit or loss	234,840,330	—	—	—	234,840,330
Dividends receivable	461,703	42,480	—	—	504,183
Bank balances	1,061,091	—	—	—	1,061,091
Total	236,363,124	42,480	—	—	236,405,604
Financial liabilities					
Management fee payable	35,545	—	—	—	35,545
Trustee fee payable	19,747	—	—	—	19,747
Formation fee payable	15,957	50,959	152,877	172,436	392,229
Administration fee payable	19,747	—	—	—	19,747
Total	90,996	50,959	152,877	172,436	467,268

As at 31 March 2014, three unitholders respectively held 58%, 17% and 13% of Hang Seng High Dividend Yield ETF's total net assets.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(d) Liquidity risk (continued)

CSI 300 ETF

<u>As at 31 March 2015</u>	Less than 1 month RMB	1 to 3 months RMB	3 to 12 months RMB	More than 12 months RMB	Total RMB
Financial assets					
Financial assets at fair value					
through profit or loss	348,603,570	—	—	—	348,603,570
Deposit reserve – China					
Exchange Clearing	50,399	—	—	—	50,399
Bank balances	876,135	—	—	—	876,135
Total	<u>349,530,104</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>349,530,104</u>
Financial liabilities					
Management fee payable	73,055	—	—	—	73,055
Trustee fee payable	35,066	—	—	—	35,066
Formation fee payable	37,184	114,728	344,184	386,148	882,244
Administration fee payable	35,067	—	—	—	35,067
Other payables	24,000	—	—	—	24,000
Total	<u>204,372</u>	<u>114,728</u>	<u>344,184</u>	<u>386,148</u>	<u>1,049,432</u>

As at 31 March 2015, three unitholders respectively held 40%, 33% and 12% of CSI 300 ETF's total net assets.

(e) Fair value estimation

The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and trading securities) are based on quoted market prices at the close of trading on the period end date. The Sub-Funds used last traded market price as their fair valuation inputs for financial assets.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

IFRS 13 requires the Sub-Funds to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements.

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 judgement, considering factors specific to the asset or liability.

The determination of what constitutes “observable” requires significant judgement by the Sub-Funds. The Sub-Funds consider 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.

Financial assets and financial liabilities carried at fair value

The following tables analyse within the fair value hierarchy the Sub-Funds’ financial assets (by class) measured at fair value at 31 March 2015 and 31 March 2014:

<u>As at 31 March 2015</u>	Quoted prices in active markets Level 1	Significant observable inputs Level 2	Significant unobservable inputs Level 3	Total
Financial assets at fair value through profit or loss at inception:				
<i>Equity securities</i>				
KOSPI 200 ETF (in HK\$)	38,531,338	—	—	38,531,338
S&P Emerging Asia Consumer ETF (in HK\$)	86,549,873	—	—	86,549,873
S&P Global Consumer Brands ETF (in HK\$)	134,560,638	—	—	134,560,638
S&P Asia ex JANZ Financials ETF (in HK\$)	22,596,304	—	—	22,596,304
S&P Asia ex JANZ IT ETF (in HK\$)	31,795,139	—	—	31,795,139
S&P Asia ex JANZ Industrials ETF (in HK\$)	17,275,926	373,700	—	17,649,626
S&P Asia ex JANZ Energy ETF (in HK\$)	12,186,698	—	—	12,186,698
S&P Asia ex JANZ Materials ETF (in HK\$)	20,115,205	—	—	20,115,205
MSCI China ETF (in HK\$)	308,842,129	3,864,205	807,030	313,513,364
Hang Seng High Dividend Yield ETF (in HK\$)	323,230,763	—	—	323,230,763
CSI 300 ETF (in RMB)	327,413,409	20,707,656	482,505	348,603,570

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

Financial assets and financial liabilities carried at fair value (continued)

The following tables analyse within the fair value hierarchy the Sub-Funds' financial assets (by class) measured at fair value at 31 March 2015 and 31 March 2014 (continued):

<u>As at 31 March 2014</u>	Quoted prices in active markets Level 1	Significant observable inputs Level 2	Significant unobservable inputs Level 3	Total
Financial assets at fair value through profit or loss at inception:				
<i>Equity securities</i>				
KOSPI 200 ETF (in HK\$)	39,895,951	40,216	—	39,936,167
S&P Emerging Asia Consumer ETF (in HK\$)	235,184,528	—	—	235,184,528
S&P Global Consumer Brands ETF (in HK\$)	180,390,599	—	—	180,390,599
S&P Asia ex JANZ Financials ETF (in HK\$)	18,759,602	—	—	18,759,602
S&P Asia ex JANZ IT ETF (in HK\$)	39,482,947	—	—	39,482,947
S&P Asia ex JANZ Industrials ETF (in HK\$)	21,726,658	—	—	21,726,658
S&P Asia ex JANZ Energy ETF (in HK\$)	13,700,836	—	—	13,700,836
S&P Asia ex JANZ Materials ETF (in HK\$)	21,358,479	—	—	21,358,479
MSCI China ETF (in HK\$)	291,019,540	—	—	291,019,540
Hang Seng High Dividend Yield ETF (in HK\$)	234,840,330	—	—	234,840,330

Investments whose values are based on quoted market prices in active markets, and therefore classified within Level 1, include active listed equities. The Sub-Funds do 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.

Investments classified within Level 3 have significant unobservable inputs, as they trade infrequently. As of 31 March 2014, the Sub-Funds did not hold any investments classified in Level 3.

For S&P Asia ex JANZ Industrials ETF, MSCI China ETF and CSI 300 ETF, during the year/period ended 31 March 2015, there has been transfer of investment from Level 1 to Level 2/ Level 3 due to suspension of trading.

For KOSPI 200 ETF, during the year ended 31 March 2014, there has been transfer of investment from Level 1 to Level 2 due to suspension of trading.

For all Sub-Funds, other than KOSPI 200 ETF, JANZ Industrials ETF, MSCI China ETF and CSI 300 ETF as described above, there were no transfers between Levels during the year/period ended 31 March 2015 and 2014.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

Transfer between Level 1 and Level 2

As at 31 March 2015 and 31 March 2014, the following Sub-Funds classified their listed equity securities under the Level 2 financial instruments due to suspension as shown below. These listed equity securities temporarily suspended trading as at 31 March 2015 and 31 March 2014, and resumed from suspension before the date of authorisation of the financial statements for the year/period ended 31 March 2015 and 31 March 2014.

As at 31 March 2015

<u>Sub-Funds</u>	<u>Security</u>	<u>Stock code</u>
S&P Asia ex JANZ Industrials ETF	China CNR Corp Ltd	6199HK
	CRRC Corp Ltd	1766HK
MSCI China ETF	Alibaba Health Information Technology Ltd	241HK
	Alibaba Pictures Group Ltd	1060HK
	China CNR Corp Ltd	6199HK
	CRRC Corp Ltd	1766HK
	Shanghai Fosun Pharmaceutical Group Co Ltd	2196HK
CSI 300 ETF	Aisino Co Ltd	600271CH
	BesTV New Media Co Ltd	600637CH
	Bright Dairy & Food Co Ltd	600597CH
	China CNR Corp Ltd	601299CH
	China International Travel Service Corp Ltd	601888CH
	CRRC Corp Ltd	601766CH
	Chongqing Changan Automobile Co Ltd	000625CH
	CPT Technology Group Co Ltd	000536CH
	Fangda Carbon New Material Co Ltd	600516CH
	Fiberhome Telecom Tech Co Ltd	600498CH
	Guoyuan Securities Co Ltd	000728CH
	Hainan Airlines Co Ltd	600221CH
	Huayu Automotive Systems Co Ltd	600741CH
	Hubei Energy Group Co Ltd	000883CH
	Searainbow Holding Corp	000503CH
	Shanghai Chengtong Holding Co Ltd	600649CH
	Shanghai Fosun Pharmaceutical Group Co Ltd	600196CH
	Shanghai Friendship Group Co Ltd	600827CH
	Shanghai Oriental Pearl Group Co Ltd	600832CH
	Sound Environmental Resources Co Ltd	000826CH
	Wintime Energy Co Ltd	600157CH

As at 31 March 2014

<u>Sub-Funds</u>	<u>Security</u>	<u>Stock code</u>
KOSPI 200 ETF	Cosmax BTI Inc.	044820KS

The Manager applied market approach for the above mentioned in which they have used the last traded price before suspension as there has been no expected material gap-down and the trading resumed within a reasonable time after year/period end before the date of authorisation of the financial statements for the year/period ended 31 March 2015 and 31 March 2014, and was trading above the last traded price used for valuation. The transfer from Level 1 to Level 2 of the fair value hierarchy is deemed to have occurred at the end of the reporting period.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

Financial assets and financial liabilities carried at fair value (continued)

Transfer between Level 1 and Level 3

As at 31 March 2015, the following Sub-Funds classified their listed equity securities under the Level 3 financial instruments due to suspension as shown below.

As at 31 March 2015

<u>Sub-Funds</u>	<u>Security</u>	<u>Stock code</u>
MSCI China ETF	Sihuan Pharmaceutical Holdings Group Ltd	460HK
CSI 300 ETF	Tongling Nonferrous Metals Group Co Ltd	000630CH

These listed equity securities suspended trading as at 31 March 2015 and were still suspended from trading during the period between the end of the reporting period as at 31 March 2015 and the date of authorisation of the Sub-Funds' financial statements for the year/period ended 31 March 2015. The transfer from Level 1 to Level 3 of the fair value hierarchy is deemed to have occurred at the end of the reporting period.

The fair value of Level 3 investments which do not resume trading in a short period of time subsequent to period end, for which there is an absence of quoted prices, the fair value was estimated by the Manager by multiplying the earnings per share ("EPS") of the investment by the average industry price to earnings ratio ("P/E ratio") and then adjusting the valued price by a liquidity discount. Such valuation method is generally accepted in the industry. Observable inputs include EPS, while unobservable inputs include average industry P/E ratio and the liquidity discount rate.

Valuation process for Level 3 valuations

The valuation of suspended investment is performed on a semi-annual basis by the Manager. According to the Trust Deed, the Manager may, at any time, get the approval from the Trustee by request. If fair value changes are more than certain thresholds set, the changes are further considered by the senior management of the Manager. The Manager considers the appropriateness of the valuation methods and inputs, and may request that alternative valuation methods be applied to support the valuation arising from the chosen method. There were no changes in valuation techniques during the period.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

Financial assets and financial liabilities carried at fair value (continued)

Quantitative information of significant unobservable inputs – Level 3

Description		Valuation technique	Unobservable input
As at 31 March 2015			
Equity securities			
<u>MSCI China ETF</u>			
- Sihuan Pharmaceutical Holdings Group Ltd (HK\$)	807,030	Price to earnings ("P/E") multiple	Average industry P/E ratio Liquidity discount
<u>CSI 300 ETF</u>			
- Tongling Nonferrous Metals Group Co Ltd (RMB)	482,505	P/E multiple	Average industry P/E ratio Liquidity discount

The following table demonstrates the sensitivity of the fair value of financial assets as at the end of the year/period to a reasonably possible change in the average industry P/E ratio or liquidity discount, with all other variables held constant.

Description	Input	Sensitivity used	Effect on the fair value of investment HK\$	Effect on the net assets attributable to unitholders HK\$
As at 31 March 2015				
Equity securities				
<u>MSCI China ETF</u>				
-Sihuan Pharmaceutical Holdings Group Ltd	Average industry P/E ratio	5%	39,677	39,677
	Average industry P/E ratio	-5%	(39,677)	(39,677)
	Liquidity discount	10%	(88,171)	(88,171)
	Liquidity discount	-10%	88,171	88,171

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

Financial assets and financial liabilities carried at fair value (continued)

Description	Input	Sensitivity used	Effect on the fair value of investment RMB	Effect on the net assets attributable to unitholders RMB
As at 31 March 2015				
Equity securities				
<u>CSI 300 ETF</u>				
-Tongling Nonferrous	Average industry P/E ratio	5%	24,747	24,747
Metals Group Co Ltd	Average industry P/E ratio	-5%	(24,747)	(24,747)
	Liquidity discount	10%	(54,993)	(54,993)
	Liquidity discount	-10%	54,993	54,993

Level 3 reconciliation

The following table shows a reconciliation of all movements in financial assets designated as at fair value through profit or loss categorised within Level 3 for the year/period ended 31 March 2015.

	Opening balance	Transfer into Level 3 from Level 1	Closing balance	Total gains/(losses) for the year/period included in profit or loss for assets held at the end of reporting period
MSCI China ETF (HK\$)	–	807,030	807,030	(190,495)
CSI 300 ETF (RMB)	–	482,505	482,505	169,180

Other financial assets and financial liabilities

The Management has assessed that the fair values of amount due from brokers, dividends receivable, deposit reserve – China Exchange Clearing, bank balances, management fee payable, trustee fee payable, formation fee payable, administration fee payable, amount due to brokers and other payables approximate to their carrying amounts largely due to the short term maturities of these instruments.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(f) Capital risk management

The Sub-Funds' capital is represented by the net assets attributable to unitholders. The Sub-Funds' objective is to provide investment results that correspond generally to the performance of the respective indices. The Manager may:

- redeem and issue new units in accordance with the constitutive documents of the Sub-Funds;
- suspend the creation and redemption of units under certain circumstance stipulated in the Trust Deed.

(g) Offsetting and amounts subject to master netting arrangements and similar agreements

As at 31 March 2015 and 31 March 2014, the Sub-Funds were not subject to any master netting arrangement with its counterparties.

12. SEGMENT INFORMATION

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

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

The internal financial information used by the Manager for the Sub-Funds' assets, liabilities and performance is the same as that disclosed in the statement of net assets and profit or loss and other comprehensive income.

There were no changes in the reportable segment during the year/period.

The Sub-Funds are domiciled in Hong Kong. All of the Sub-Funds' income is derived from investments in securities which constitute the relevant tracked indices. The Sub-Funds' investments have been categorised by relevant industry but no industrial information for performance is provided as the Manager considers that the cost to develop it would be excessive and the information is generally not used by the Manager in managing the Sub-Funds.

The Sub-Funds have no assets classified as non-current assets. The Sub-Funds have portfolios that closely correspond to the security weight and industry weight of the relevant tracked indices. Refer to note 10 for investment holdings that account for more than 10% of each Sub-Fund's net asset value and note 11(d) for unit holdings that account for more than 10% of each Sub-Fund's net asset value.

13. APPROVAL OF THE FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the Manager and the Trustee on 6 July 2015.

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED)

As at 31 March 2015

KOSPI 200 ETF

Listed Equities	Holdings	Fair value HK\$	% of net assets
Korea			
ABLE C&C KRW500	79	17,445	0.04%
AMOREPACIFIC GROUP	20	209,636	0.54%
AMOREPACIFIC CORP KRW5000	24	562,663	1.44%
BASIC HOUSE CO LTD/THE KRW500	92	9,965	0.03%
BINGGRAE CO LTD KRW5000	48	27,571	0.07%
BS FINANCIAL GROUP INC	1,404	149,127	0.38%
BUKWANG PHARMACEUTICAL CO KRW500	193	35,605	0.09%
CHEIL INDUSTRIES INC 028260	720	752,174	1.93%
CHEIL WORLDWIDE INC	652	109,574	0.28%
CJ CHEILJEDANG CORP KRW5000	64	169,051	0.43%
CJ CORP KRW5000	104	127,906	0.33%
CJ KOREA EXPRESS CORP	76	103,560	0.27%
COWAY CO LTD	404	258,314	0.66%
CROWN CONFECTIONERY CO LTD KRW5000	4	8,218	0.02%
DAE WON KANG UP CO. SHS	324	14,535	0.04%
DAEDUCK ELECTRONICS CO KRW500	276	18,554	0.05%
DAEDUCK GDS CO LTD KRW500	124	11,828	0.03%
DAEKYO CO LTD KRW5000	204	9,751	0.02%
DAELIM INDUSTRIAL CO LTD KRW5000	224	101,117	0.26%
DAESANG CORPORATION KRW1000	168	49,189	0.13%
DAEWOO ENGINEERING & CONSTR KRW5000	1,676	92,874	0.24%
DAEWOO INTERNATIONAL CORP KRW5000	324	60,111	0.15%
DAEWOO SECURITIES CO LTD	1,452	131,396	0.34%
DAEWOO SHIPBUILDING & MARINE KRW5000	1,080	136,599	0.35%
DAEWOONG PHARMACEUTICAL CO KRW2500	44	18,448	0.05%
DONG AH TIRE & RUBBER CO LTD KRW500	76	11,710	0.03%
DONG-A SOCIO HOLDINGS CO LTD	28	32,871	0.08%
DONG-A ST(SCIENCE& KRW5000	44	36,435	0.09%
DONGBU INSURANCE CO LTD SHS	344	118,869	0.30%
DONGKUK STEEL MILL CO LTD KRW5000	376	15,791	0.04%
DONGWON F&B CO LTD KRW5000	8	22,361	0.06%
DOOSAN CORP KRW5000	60	48,845	0.13%
DOOSAN ENGINE CO LTD KRW1000	308	14,786	0.04%
DOOSAN HEAVY INDUSTRIES KRW5000	472	93,341	0.24%
DOOSAN INFRACORE CO LTD KRW5000	1,004	83,488	0.21%
DY CORP 013570 (formerly known as DONGYANG MECHATRONICS CORP KRW500)	117	6,475	0.02%
E-MART CO LTD KRW5000	168	273,533	0.70%
FOOSUNG CO LTD KRW500	344	8,017	0.02%
FURSIS INC KRW1000	32	7,357	0.02%
GLOBAL & YUASA BATTERY CO KRW500	68	23,759	0.06%
GRAND KOREA LEISURE CO LTD KRW500	236	62,420	0.16%
GREEN CROSS CORP KRW5000	48	59,034	0.15%
GS HOLDINGS KRW5000	412	123,509	0.32%
GS RETAIL CO LTD GS RETAIL CO LTD	216	50,413	0.13%
HALLA HOLDINGS CORP (formerly known as MANDO CORP)	49	24,242	0.06%
HALLA VISTEON CLIMATE CONTROL	300	80,500	0.21%
HANA FINANCIAL GROUP KRW5000	2,136	429,125	1.10%
HANDSOME CO LTD KRW500	108	24,792	0.06%
HANIL CEMENT CO LTD KRW5000	32	40,809	0.10%
HANJIN HEAVY INDUS & CONST KRW5000	502	20,241	0.05%
HANKOOK SHELL OIL CO LTD KRW5000	4	12,327	0.03%
HANKOOK TIRE CO KRW500	600	190,140	0.49%
HANKOOK TIRE WORLDWIDE CO LTD	188	27,719	0.07%
HANMI PHARM CO LTD KRW2500	50	79,138	0.20%
HANSAE CO LTD KRW500	128	37,388	0.10%
HANSOL HOLDINGS CO LTD (formerly known as HANSOL PAPER CO LTD KRW5000)	163	9,966	0.03%

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

KOSPI 200 ETF (continued)

Listed Equities	Holdings	Fair value HK\$	% of net assets
Korea (continued)			
HANSOL TECHNICS CO LTD KRW5000	145	16,060	0.04%
HANWHA CHEMICAL CORP KRW5000	720	73,457	0.19%
HANWHA CORPORATION KRW5000	364	92,459	0.24%
HANWHA LIFE INSURANCE CO LTD KRW5000	3,504	180,458	0.46%
HITE JINRO	256	39,713	0.10%
HOTEL SHILLA CO LTD KRW5000	268	183,342	0.47%
HUCHEMS FINE CHEMICAL CORP KRW1000	200	35,708	0.09%
HUVIS CORP HUVIS CORP	112	7,905	0.02%
HWA SHIN CO LTD KRW500	128	6,690	0.02%
HYOSUNG CORPORATION KRW5000	184	111,476	0.29%
HYUNDAI DEPT STORE CO KRW5000	124	129,108	0.33%
HYUNDAI DEVELOPMENT COMPANY KRW5000	516	205,527	0.53%
HYUNDAI ELEVATOR CO. KRW5000	88	47,780	0.12%
HYUNDAI ENGINEERING & CONST KRW5000	584	205,678	0.53%
HYUNDAI GLOVIS CO LTD	92	145,292	0.37%
HYUNDAI HEAVY INDUSTRIES KRW5000	384	327,368	0.84%
HYUNDAI HYSKO KRW5000	76	33,830	0.09%
HYUNDAI MERCHANT MARINE KRW5000	956	60,391	0.15%
HYUNDAI MIPO DOCKYARD KRW5000	80	42,598	0.11%
HYUNDAI MOBIS KRW5000	528	909,485	2.33%
HYUNDAI MOTOR CO KRW5000	1,196	1,408,238	3.60%
HYUNDAI SECURITIES CO KRW5000	824	48,713	0.12%
HYUNDAI STEEL CO KRW5000	588	299,947	0.77%
HYUNDAI WIA CORP KRW5000	116	114,699	0.29%
ILJIN DISPLAY CO LTD KRW500	128	6,583	0.02%
ILJIN MATERIALS CO LTD KRW500	128	7,746	0.02%
ILYANG PHARMACEUTICAL CO LTD KRW2500	96	22,775	0.06%
INDUSTRIAL BANK OF KOREA KRW5000	1,560	145,529	0.37%
IS DONGSEO CO LTD KRW500	72	36,879	0.09%
JAHWA ELECTRONICS CO LTD	88	9,808	0.02%
KANGWON LAND INC KRW500	1,080	261,500	0.67%
KB FINANCIAL GROUP INC KRW5000	2,848	782,127	2.00%
KCC CORP	40	158,205	0.40%
KEPCO ENGINEERING & CONSTRU KRW200	76	25,625	0.06%
KEPCO PLANT SERVICE & ENGINE KRW200	144	98,210	0.25%
KIA MOTORS CORPORATION KRW5000	2,044	645,601	1.65%
KISWIRE LTD KRW1000	43	15,595	0.04%
KOLON INDUSTRIES INC KRW5000	132	46,212	0.12%
KOREA AEROSPACE INC KRW5000	552	217,552	0.56%
KOREA CIRCUIT CO. KRW500	76	7,568	0.02%
KOREA ELECTRIC POWER CORP KRW5000	2,492	801,034	2.05%
KOREA ELECTRIC TERMINAL CO KRW500	60	28,972	0.07%
KOREA GAS CORPORATION KRW5000	300	84,903	0.22%
KOREA INVESTMENT HOLDINGS CO KRW5000	336	147,684	0.38%
KOREA KOLMAR CO LTD KRW500	128	61,001	0.16%
KOREA PETROCHEMICAL IND CO KRW5000	20	15,234	0.04%
KOREA ZINC CO LTD	68	201,474	0.52%
KOREAN AIR LINES CO LTD KRW5000	252	85,494	0.22%
KT CORP KRW5000	1,724	349,366	0.89%
KT&G CORP KRW5000	852	528,090	1.35%
KUKDO CHEMICAL CO LTD KRW5000	36	12,754	0.03%
KUMHO PETRO CHEMICAL CO LTD	148	81,185	0.21%
KUMHO TIRE CO INC KRW5000	956	60,858	0.16%
KWANG DONG PHARMACEUTICAL CO KRW1000	276	27,676	0.07%
LF CORP	152	33,670	0.09%
LG CHEM LTD KRW5000	360	568,533	1.46%
LG CORP KRW5000	736	315,270	0.81%
LG DISPLAY CO LTD	1,804	394,572	1.01%
LG ELECTRONICS SHS	824	339,147	0.87%

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

KOSPI 200 ETF (continued)

Listed Equities	Holdings	Fair value HK\$	% of net assets
Korea (continued)			
LG HAUSYS LTD KRW5000	52	62,681	0.16%
LG HOUSEHOLD & HEALTH CARE KRW5000	72	423,130	1.08%
LG INNOTEK CO LTD KRW5000	92	74,575	0.19%
LG INTERNATIONAL CORP	220	57,881	0.15%
LG LIFE SCIENCES LTD KRW5000	96	36,628	0.09%
LG UPLUS CORP KRW5000	2,292	176,178	0.45%
LOCK&LOCK CO LTD KRW500	132	11,853	0.03%
LOTTE CHEMICAL CORP	124	176,332	0.45%
LOTTE CHILSUNG BEVERAGE CO SHS	4	48,160	0.12%
LOTTE CONFECTIONERY CO LTD	4	49,865	0.13%
LOTTE SAMKANG CO LTD KRW5000	8	39,412	0.10%
LOTTE SHOPPING CO KRW5000	76	126,131	0.32%
LS CORP KRW5000	144	52,325	0.13%
LS INDUSTRIAL SYSTEMS KRW5000	132	58,849	0.15%
MIRAE ASSET SECURITIES CO LT KRW5000	231	84,423	0.22%
MOORIM P&P CO LTD KRW5000	276	8,833	0.02%
MOTONIC CORP KRW500	68	5,868	0.02%
MUHAK CO LTD KRW200	114	35,967	0.09%
NAMHAEE CHEMICAL CORP KRW1000	180	11,484	0.03%
NAMYANG DAIRY PRODUCTS CO. KRW5000	4	20,572	0.05%
NAVER CORP	232	1,087,816	2.78%
NCSoft CORPORATION KRW500	144	182,635	0.47%
NEXEN TIRE CORPORATION KRW500	312	28,343	0.07%
NONG SHIM CO LTD	28	47,643	0.12%
OCI COMPANY LTD	124	89,682	0.23%
ORION CORP KRW5000	28	226,575	0.58%
OTTOGI CORPORATION	12	50,061	0.13%
POONGSAN CORP KRW5000	160	27,616	0.07%
POSCO KRW5000	576	984,116	2.52%
POSCO PLANTEC CO LTD	428	11,455	0.03%
S&T DYNAMICS CO LTD KRW2500	156	12,918	0.03%
S&T MOTIV CO LTD	64	24,553	0.06%
S1 CORPORATION KRW500	200	117,256	0.30%
SAMK WANG GLASS	24	14,440	0.04%
SAMLIP GENERAL FOODS CO LTD	16	31,865	0.08%
SAMSUNG C&T CORP KRW5000	1,032	428,362	1.10%
SAMSUNG CARD CO KRW5000	280	80,319	0.21%
SAMSUNG ELECTRO-MECHANICS CO KRW5000	464	249,338	0.64%
SAMSUNG ELECTRONICS CO LTD	856	8,619,511	22.06%
SAMSUNG ENGINEERING CO LTD KRW5000	260	70,039	0.18%
SAMSUNG FINE CHEMICALS	136	39,392	0.10%
SAMSUNG FIRE & MARINE INS KRW500	276	515,915	1.32%
SAMSUNG HEAVY INDUSTRIES KRW5000	1,396	176,079	0.45%
SAMSUNG LIFE INSURANCE CO KRW5000	776	524,364	1.34%
SAMSUNG SDI CO LTD KRW5000	400	381,538	0.98%
SAMSUNG SDS CO LTD 018260	412	770,134	1.97%
SAMSUNG SECURITIES CO LTD KRW5000	464	168,603	0.43%
SAMSUNG TECHWIN CO LTD KRW5000	300	49,684	0.13%
SAMYANG HOLDINGS CORP	32	20,572	0.05%
SEAH BESTEEL CORP KRW5000	100	23,305	0.06%
SEAH STEEL CORPORATION KRW5000	20	11,223	0.03%
SEJONG INDUSTRIAL CO LTD KRW500	72	5,887	0.02%
SEOEYON CO LTD (formerly known as HANIL E-HWA CO LTD)	50	5,485	0.01%
SHINHAN FINANCIAL GROUP LTD KRW5000	3,312	970,884	2.49%
SHINSEGAE CO LTD KRW5000	60	70,647	0.18%
SINDOH CO LTD	44	21,307	0.05%
SK C&C CO LTD KRW5000	196	318,437	0.82%

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

KOSPI 200 ETF (continued)

Listed Equities	Holdings	Fair value HK\$	% of net assets
Korea (continued)			
SK CHEMICALS CO LTD	136	60,442	0.15%
SK HOLDINGS KRW5000	220	261,346	0.67%
SK HYNIX INC	4,524	1,439,978	3.69%
SK INNOVATION CO LTD	540	359,987	0.92%
SK NETWORKS CO LTD	1,204	68,653	0.18%
SK TELECOM KRW500	440	837,846	2.14%
SKC CO LTD KRW5000	160	40,362	0.10%
SL CORP	96	12,545	0.03%
S-OIL CORPORATION KRW2500	592	265,998	0.68%
SONGWON INDUSTRIAL CO LTD KRW500	128	8,989	0.02%
SSANGYONG CEMENT IND	452	51,326	0.13%
SSANGYONG MOTOR CO KRW5000	332	21,042	0.05%
SUHEUNG CAPSULE CO LTD KRW500	48	17,677	0.05%
TAEKWANG INDUSTRIAL CO LTD KRW5000	4	33,626	0.09%
UNID CO LTD KRW5000	24	10,717	0.03%
WOONGJIN CHEMICAL CO LTD	152	20,765	0.05%
WOORI BANK 000030	2,508	164,390	0.42%
WOORI INVESTMENT & SECURITIES CO	884	88,953	0.23%
YOUNG POONG CORPORATION KRW5000	4	34,716	0.09%
YUHAN CORPORATION	76	99,312	0.25%
YUNGJIN PHARM KRW500	716	8,556	0.02%
Total listed investments		38,531,338	98.63%
Total investments, at cost		40,515,071	

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

S&P Emerging Asia Consumer ETF

Listed Equities	Holdings	Fair value HK\$	% of net assets
Hong Kong			
BELLE INTERNATIONAL HOLDINGS HKD0.01	300,000	2,709,000	3.10%
BRILLIANCE CHINA AUTOMOTIVE USD0.01	127,619	1,906,628	2.18%
BYD CO LTD-H 'H'CNY1	40,476	1,614,992	1.85%
CHINA AGRI-INDUSTRIES HLDGS HKD0.10	140,000	420,000	0.48%
CHINA HUIZHAN DAIR HKD0.1	360,000	496,800	0.57%
CHINA MENGNIU DAIRY CO HKD0.1	76,190	3,139,028	3.60%
DONGFENG MOTOR GRP CO LTD-H 'H'CNY1	188,571	2,345,824	2.69%
GEELY AUTOMOBILE HOLDINGS LT HKD0.02	300,000	1,197,000	1.37%
GREAT WALL MOTOR COMPANY-H 'H'CNY1	72,381	3,966,479	4.54%
GUANGZHOU AUTOMOBILE GROUP-H 'H' CNY1	144,762	1,074,134	1.23%
HAIER ELECTRONICS GROUP CO HKD0.1 (POST CONS)	71,429	1,450,009	1.66%
HENGAN INTL GROUP CO LTD HKD0.10	51,429	4,788,040	5.49%
SUN ART RETAIL GRO HKD0.30	136,667	922,502	1.06%
TSINGTAO BREWERY CO LTD-H 'H'CNY1	20,952	1,088,456	1.25%
UNI-PRESIDENT CHINA HOLDINGS	119,048	610,716	0.70%
WANT WANT CHINA HOLDINGS LTD USD0.02	432,381	3,558,496	4.08%
		31,288,104	
India			
HERO MOTOCORP LTD	5,417	1,771,551	2.03%
HINDUSTAN UNILEVER LIMITED INR1	41,972	4,542,253	5.20%
ITC LTD INR1	124,310	5,018,196	5.75%
MAHINDRA & MAHINDRA LTD INR5	19,040	2,801,781	3.21%
MARUTI SUZUKI INDIA LTD INR5	4,480	2,052,071	2.35%
TATA MOTORS LTD. INR 2	60,306	4,110,598	4.71%
UNITED SPIRITS LIMITED INR10	3,456	1,565,879	1.79%
		21,862,329	
Indonesia			
ASTRA INTERNATIONAL TBK PT	1,388,190	7,058,382	8.09%
GUDANG GARAM TBK PT IDR500	28,762	869,784	1.00%
INDOFOOD CBP SUKSES MAKMUR T IDR100	76,000	661,323	0.76%
UNILEVER INDONESIA TBK PT	70,857	1,665,897	1.91%
		10,255,386	
Malaysia			
BRITISH AMERICAN TOBACCO BHD ORD MYR0.50	7,238	1,040,362	1.19%
GENTING MALAYSIA BHD	184,000	1,629,372	1.87%
PPB GROUP BERHAD	34,000	1,094,706	1.25%
		3,764,440	
Taiwan			
CHENG SHIN RUBBER IND CO LTD	109,524	1,951,217	2.24%
GIANT MANUFACTURING SHS	20,000	1,496,595	1.71%
HOTAI MOTOR COMPANY LTD TWD10	23,810	2,852,485	3.27%
POU CHEN	160,000	1,736,447	1.99%
PRESIDENT CHAIN STORE CORP	38,095	2,222,933	2.55%
RUENTEX INDUSTRIES LTD TWD10	40,000	678,919	0.78%
UNI-PRESIDENT ENTERPRISES CO TWD10	316,176	4,105,137	4.70%
		15,043,733	

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

S&P Emerging Asia Consumer ETF (continued)

Listed Equities	Holdings	Fair value HK\$	% of net assets
Thailand			
BEC WORLD PUBLIC CO LTD-NVDR THB1(NVDR)	62,000	605,657	0.69%
BIG C SUPERCENTER PCL-NVDR THB10(NVDR)	20,381	1,116,874	1.28%
CP ALL PCL	267,524	2,613,350	2.99%
		<u>4,335,881</u>	
Total listed investments		<u>86,549,873</u>	<u>99.16%</u>
Total investments, at cost		<u>82,669,312</u>	

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

S&P Global Consumer Brands ETF

Listed Equities	Holdings	Fair value HK\$	% of net assets
France			
CHRISTIAN DIOR EUR2	3,000	4,390,310	3.23%
HERMES INTERNATIONAL NPV	1,800	4,922,143	3.62%
KERING EUR4	2,760	4,178,126	3.08%
LVMH MOET HENNESSY LOUIS VUI EUR0.30	3,168	4,330,167	3.19%
MICHELIN (CGDE)	5,712	4,404,784	3.24%
		<u>22,225,530</u>	
Germany			
BAYERISCHE MOTOREN WERKE AG EUR1	4,512	4,375,091	3.22%
CONTINENTAL AG NPV	2,424	4,446,575	3.27%
DAIMLER AG-REGISTERED SHARES ORD NPV(REGD)	5,832	4,357,463	3.21%
VOLKSWAGEN AG-PREF NON VTG PRF NPV	2,184	4,507,338	3.32%
		<u>17,686,467</u>	
Hong Kong			
GALAXY ENTERTAINMENT GROUP L HKD0.10	119,600	4,221,880	3.11%
SANDS CHINA LTD USD0.01	144,000	4,622,400	3.40%
		<u>8,844,280</u>	
Japan			
BRIDGESTONE CORPORATION NPV	14,400	4,483,459	3.30%
DENSO CORP NPV	12,064	4,276,356	3.15%
HONDA MOTOR CO LTD NPV	17,088	4,311,755	3.17%
NISSAN MOTOR CO LTD	52,800	4,178,108	3.08%
TOYOTA MOTOR CORP NPV	9,600	5,202,774	3.83%
		<u>22,452,452</u>	
Korea			
HYUNDAI MOBIS KRW5000	2,664	4,589,009	3.38%
HYUNDAI MOTOR CO KRW5000	3,816	4,493,409	3.31%
KIA MOTORS CORPORATION KRW5000	14,256	4,503,020	3.31%
		<u>13,585,438</u>	
Spain			
INDITEX ITX	19,536	4,860,655	3.58%
Sweden			
HENNES & MAURITZ AB-B SHS SER'B'NPV	13,756	4,322,182	3.18%
Switzerland			
CIE FINANCIERE RICHEMON-REG CHF1.00 (REG) SER 'A'	6,912	4,320,026	3.18%
SWATCH GROUP AG/THE-BR	1,320	4,342,076	3.20%
		<u>8,662,102</u>	
United Kingdom			
WPP PLC ORD GBP0.10	24,840	4,377,047	3.22%

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

S&P Global Consumer Brands ETF (continued)

Listed Equities	Holdings	Fair value HK\$	% of net assets
United States			
LAS VEGAS SANDS CORP COM USD0.001	10,968	4,680,369	3.44%
MCDONALD'S CORP COM USD0.01	6,240	4,714,071	3.47%
NIKE INC -CL B CLASS'B'COM NPV	6,000	4,667,199	3.43%
PRICELINE.COM INC COM STK USD0.008	504	4,548,977	3.35%
TWENTY-FIRST CENTURY FOX INC	16,800	4,407,718	3.24%
YUM! BRANDS INC COM NPV	7,416	4,526,151	3.33%
		<u>27,544,485</u>	
Total listed investments		<u>134,560,638</u>	<u>99.04%</u>
Total investments, at cost		<u>125,068,483</u>	

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

S&P Asia ex JANZ Financials ETF

Listed Equities	Holdings	Fair value HK\$	% of net assets
Hong Kong			
AGRICULTURAL BANK OF CHINA-H 'H'CNY1	68,000	261,120	1.15%
AIA GROUP LTD USD1.00	33,200	1,620,160	7.13%
BANK OF CHINA LTD-H 'H'HKD1	192,000	860,160	3.79%
BANK OF COMMUNICATIONS CO-H 'H'CNY1.00	56,000	372,400	1.64%
BOC HONG KONG HOLDINGS LTD HKD5	10,000	276,500	1.22%
CHINA CINDA ASSET MANAGEME-H	28,000	107,519	0.47%
CHINA CITIC BANK CORP LTD-H	24,000	140,160	0.62%
CHINA CONSTRUCTION BANK-H 'H'CNY1	228,000	1,468,320	6.46%
CHINA LIFE INSURANCE CO-H 'H'CNY1	20,000	679,000	2.99%
CHINA MERCHANTS BANK - H 'H'CNY1	12,000	227,280	1.00%
CHINA MINSHENG BANKING-H 'H'CNY1	19,200	181,824	0.80%
CHINA OVERSEAS LAND & INVEST HKD0.10	12,000	300,600	1.32%
CHINA PACIFIC INSURANCE GR-H 'H'CNY1	5,600	206,640	0.91%
CHINA RESOURCES LAND LTD HKD0.10	6,000	131,400	0.58%
CHINA VANKE CO LTD-H CHINA VANKE CO LTD-H	4,000	73,600	0.32%
CITIC SECURITIES CNY1 'H'	2,000	57,500	0.25%
CK HUTCHISON HOLDINGS LTD	3,500	555,800	2.45%
COUNTRY GARDEN HOLDINGS CO HKD0.10	20,000	62,600	0.28%
DALIAN WANDA COMMERCIAL PR-H 3699	1,600	76,800	0.34%
HAITONG SECURITIES 'H'CNY1	4,800	90,624	0.40%
HANG LUNG PROPERTIES LTD HKD1	6,000	130,800	0.58%
HANG SENG BANK HKD5	2,000	281,000	1.24%
HENDERSON LAND DEVELOPMENT HKD2	3,400	185,130	0.82%
HONG KONG EXCHANGES & CLEAR HKD1	3,200	608,000	2.68%
IND & COMM BK OF CHINA-H 'H'CNY1	228,000	1,304,160	5.74%
LINK REIT NPV	6,500	310,700	1.37%
LONGFOR PROPERTIES HKD0.10	4,000	43,920	0.19%
NEW CHINA LIFE INSURANCE C-H	1,600	69,280	0.31%
PEOPLE'S INSURANCE 'H'CNY1	20,000	78,800	0.35%
PICC PROPERTY & CASUALTY -H 'H'CNY1	12,000	183,840	0.81%
PING AN INSURANCE GROUP CO-H 'H'CNY1	6,500	605,800	2.67%
SHIMAO PROPERTY HOLDINGS LTD HKD0.10	4,000	65,200	0.29%
SUN HUNG KAI PROPERTIES HKD0.50	5,000	598,000	2.63%
SWIRE PACIFIC LTD 'A' 'A'HKD0.60	1,500	158,550	0.70%
SWIRE PROPERTIES LTD HKD1	3,200	80,800	0.36%
WHARF HOLDINGS LTD HKD1	4,000	216,600	0.95%
		12,670,587	
India			
AXIS BANK LTD AXSB	3,320	230,412	1.01%
HDFC BANK LTD INR2	3,392	429,762	1.89%
HOUSING DEVELOPMENT FINANCE INR2	4,338	707,083	3.11%
ICICI BANK LTD ICICIB	8,160	318,943	1.40%
KOTAK MAHINDRA BANK LTD INR5	780	126,901	0.56%
STATE BANK OF INDIA SBIN	3,960	131,012	0.58%
		1,944,113	
Indonesia			
BANK CENTRAL ASIA TBK PT IDR62.50	36,800	323,493	1.42%
BANK MANDIRI TBK PT	28,000	207,119	0.91%
BANK NEGARA INDONESIA PT LKD SHS(IDR7500 & IDR375)	22,000	94,250	0.42%
BANK RAKYAT INDONESIA PERSER IDR250	30,000	236,145	1.04%
		861,007	

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

S&P Asia ex JANZ Financials ETF (continued)

Listed Equities	Holdings	Fair value HK\$	% of net assets
Korea			
HANA FINANCIAL GROUP KRW5000	840	168,766	0.74%
HANWHA LIFE INSURANCE CO LTD KRW5000	720	37,082	0.16%
INDUSTRIAL BANK OF KOREA KRW5000	480	44,781	0.20%
KB FINANCIAL GROUP INC KRW5000	1,120	307,594	1.35%
SAMSUNG FIRE & MARINE INS KRW500	96	179,458	0.79%
SAMSUNG LIFE INSURANCE CO KRW5000	256	172,995	0.76%
SHINHAN FINANCIAL GROUP LTD KRW5000	1,360	398,693	1.76%
WOORI BANK 000030	839	54,996	0.24%
		1,364,365	
Malaysia			
AMMB HOLDINGS BHD MYR1	2,800	37,280	0.16%
CIMB GROUP HOLDINGS BHD MYR1	6,800	88,544	0.39%
HONG LEONG BANK BERHAD	1,200	35,823	0.16%
HONG LEONG FINANCIAL GROUP MYR1	800	28,404	0.13%
KLCC PROPERTY HOLDINGS BHD	1,200	17,560	0.08%
MALAYAN BANKING BHD MYR1	7,600	148,442	0.65%
PUBLIC BK BHD MYR1	3,200	126,478	0.56%
RHB CAPITAL BHD MYR1	2,000	33,160	0.15%
UEM SUNRISE BHD MYR0.5	3,600	10,400	0.05%
		526,091	
Philippines			
AYALA CORPORATION PHP50	680	93,764	0.41%
AYALA LAND INC PHP1	16,400	109,513	0.48%
BANK OF PHILIPPINE ISLANDS	4,120	71,816	0.32%
BDO UNIBANK INC	4,160	89,253	0.39%
METROPOLITAN BANK & TRUST PHP20	3,200	54,142	0.24%
SM PRIME HOLDINGS INC PHP1	22,000	76,239	0.34%
		494,727	
Singapore			
CAPITALAND LTD NPV	8,000	161,878	0.71%
CAPITAMALL TRUST NPV (REIT)	8,000	99,478	0.44%
DBS GROUP HOLDINGS LTD NPV	4,800	552,375	2.43%
GLOBAL LOGISTIC PROPERTIES L NPV	8,000	119,826	0.53%
HONGKONG LAND HOLDINGS LTD ORD			
USD0.10(SING REG)(USD)	3,200	187,314	0.82%
OVERSEA-CHINESE BANKING CORP NPV	7,600	454,050	2.00%
SINGAPORE EXCHANGE LTD NPV	2,400	110,421	0.49%
UNITED OVERSEAS BANK LTD NPV	4,000	519,999	2.29%
		2,205,341	

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

S&P Asia ex JANZ Financials ETF (continued)

Listed Equities	Holdings	Fair value HK\$	% of net assets
Taiwan			
CATHAY FINANCIAL HOLDING CO	23,133	286,596	1.26%
CHAILEASE HOLDING CO LTD TWD10	4,000	77,308	0.34%
CHANG HWA COMMERCIAL BANK	12,240	54,894	0.24%
CHINA DEVELOPMENT FINANCIAL	40,000	107,537	0.47%
CHINA LIFE INSURANCE CO LTD TWD10	8,000	54,016	0.24%
CTBC FINANCIAL HOLDING CO LT TWD10 (formerly known as CHINATRUST FINANCIAL HOLDING TWD10)	40,000	206,154	0.91%
E.SUN FINANCIAL HOLDINGS CO TWD10	17,426	82,686	0.36%
FIRST FINANCIAL HOLDING CO TWD10	21,400	98,627	0.43%
FUBON FINANCIAL HOLDING CO	20,000	278,505	1.23%
HUA NAN FINANCIAL HOLDINGS C	20,600	91,367	0.40%
MEGA FINANCIAL HOLDING CO LT TWD10	26,000	167,178	0.74%
RUENTEX DEVELOPMENT CO LTD TWD10	2,000	23,787	0.10%
SHIN KONG FINANCIAL HOLDING TWD10	25,301	55,732	0.25%
SINOPAC FINANCIAL HOLDINGS TWD10	25,939	83,875	0.37%
TAISHIN FINANCIAL HOLDINGS TWD10	21,986	72,454	0.32%
TAIWAN COOPERATIVE FINANCIAL TWD0.10	16,800	65,979	0.29%
YUANTA FINANCIAL HOLDING CO LTD	28,700	112,003	0.49%
		1,918,698	
Thailand			
BANGKOK BANK PUBLIC CO-NVDR THB10 (NVDR)	1,200	52,751	0.23%
BANK OF AYUDHYA PUBLIC-NVDR THB10(NVDR)	4,000	39,313	0.17%
CENTRAL PATTANA PCL-NVDR THB1(NVDR)	4,000	40,742	0.18%
KASIKORNBANK PCL-NVDR THB10 (NVDR)	3,200	174,597	0.77%
KRUNG THAI BANK - NVDR THB5.15(NVDR)	10,000	54,323	0.24%
LAND & HOUSES PUB - NVDR THB1(NVDR)	8,800	20,443	0.09%
SIAM COMMERCIAL BANK P-NVDR THB10 (NVDR)	4,400	186,605	0.82%
TMB BANK PUBLIC CORP-NVDR THB10(NVDR)	60,000	42,601	0.19%
		611,375	
Total listed investments		22,596,304	99.50%
Total investments, at cost		17,318,589	

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

S&P Asia ex JANZ IT ETF

Listed Equities	Holdings	Fair value HK\$	% of net assets
China			
BOE TECHNOLOGY GROUP CO LT-B 'B' CNY1	7,000	19,530	0.06%
Hong Kong			
FIH MOBILE LTD	15,000	61,649	0.19%
LENOVO GROUP LTD HKD0.025	30,000	339,600	1.06%
TENCENT HOLDINGS LTD	29,000	4,268,799	13.31%
ZTE CORP-H 'H' CNY1	3,000	53,340	0.17%
		4,723,388	
India			
HCL TECHNOLOGIES LTD INR2	2,440	296,358	0.92%
INFOSYS LTD	5,170	1,420,838	4.43%
TATA CONSULTANCY SVS LTD INR1	2,495	789,418	2.46%
TECH MAHINDRA LTD INR10	2,400	187,227	0.58%
WIPRO LTD	3,120	243,067	0.76%
		2,936,908	
Korea			
DAUM KAKAO CORP	65	52,419	0.16%
LG DISPLAY CO LTD	1,175	257,010	0.80%
NAVER CORP (formerly known as NHN CORP KRW500)	155	726,812	2.27%
SAMSUNG ELECTRONICS CO LTD	630	6,344,133	19.77%
SAMSUNG ELECTRONICS-PFD PFD KRW5000	95	732,926	2.28%
SAMSUNG SDI CO LTD KRW5000	285	271,860	0.85%
SAMSUNG SDS CO LTD 018260	35	65,427	0.21%
SK C&C CO LTD KRW5000	105	170,600	0.53%
SK HYNIX INC	3,060	974,042	3.04%
		9,595,229	
Taiwan			
ACER INC TWD10	15,000	75,078	0.23%
ADVANCED SEMICONDUCTOR ENGR TWD10	35,000	366,406	1.14%
ASUSTEK COMPUTER INC TWD10	4,000	312,204	0.97%
AU OPTRONICS CORP	40,000	156,102	0.49%
CATCHER TECHNOLOGY CO LTD SHS	5,000	406,360	1.27%
COMPAL ELECTRONICS	15,000	96,820	0.30%
DELTA ELECTRONICS INC TWD10	10,000	489,367	1.53%
EPISTAR CORP TWD10	4,000	49,953	0.16%
FOXCONN TECHNOLOGY CO LTD	5,350	111,353	0.35%
HON HAI PRECISION INDUSTRY TWD10	65,000	1,475,286	4.60%
HTC CORP TWD10	4,000	138,262	0.43%
INNOLUX CORP	40,000	155,111	0.48%
INOTERA MEMORIES INC TWD10	10,000	103,448	0.32%
INVENTEC CO LTD	10,000	56,122	0.17%
LARGAN PRECISION CO LTD TWD10	1,000	667,769	2.08%
LITE-ON TECHNOLOGY CORP ORD	10,000	100,475	0.31%
MEDIATEK INC	8,000	839,481	2.62%
NOVATEK MICROELECTRONICS COR TWD10	3,000	120,421	0.38%
PEGATRON CORP TWD10	10,000	209,870	0.65%
QUANTA COMPUTER INC	15,000	280,983	0.88%
SILICONWARE PRECISION INDS TWD10	15,000	193,641	0.60%
SYNNEX TECHNOLOGY INTL CORP	5,000	52,406	0.16%
TAIWAN SEMICONDUCTOR			
MANUFACTURING CO LTD	95,000	3,424,948	10.68%
UNITED MICROELECTRONICS CORP	60,000	230,436	0.72%
WISTRON CORP TWD10	13,380	88,187	0.27%

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

S&P Asia ex JANZ IT ETF (continued)

Listed Equities	Holdings	Fair value HK\$	% of net assets
Taiwan (continued)			
WPG HOLDINGS CO LTD TWD10	8,000	79,884	0.25%
		10,280,373	
United States			
ALIBABA GROUP HOLDING-SP ADR BABA	1,965	1,268,144	3.95%
BAIDU INC - SPON ADR SPONS ADS REPR 0.10 ORD CLS'A'US0.00005	1,450	2,342,826	7.30%
FLEXTRONICS INTL LTD COM USD0.01	3,075	302,181	0.94%
NETEASE INC-ADR ADR EACH REPR 25 COM STK USD0.0001	400	326,560	1.02%
		4,239,711	
Total listed investments		31,795,139	99.10%
Total investments, at cost		21,877,270	

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

S&P Asia ex JANZ Industrials ETF

Listed Equities	Holdings	Fair value HK\$	% of net assets
Hong Kong			
AIR CHINA LIMITED-H 'H' CNY1	20,000	158,200	0.89%
BEIJING ENTERPRISES HLDGS HKD0.10	5,000	305,000	1.71%
CHINA CNR CORP LTD	17,000	189,380	1.06%
CHINA COMMUNICATIONS CONST-H 'H' CNY1	44,000	480,480	2.70%
CHINA MERCHANTS HLDGS INTL HKD0.10	16,000	485,600	2.73%
CHINA RAILWAY CONSTRUCTIO-H 'H' CNY1	17,000	196,860	1.11%
CHINA RAILWAY GROUP LTD-H 'H' CNY1	37,000	293,780	1.65%
CITIC LTD 267	53,000	703,840	3.95%
CRRC CORP LTD	18,000	184,320	1.04%
HUTCHISON WHAMPOA LTD	21,000	2,259,600	12.69%
MTR CORP HKD1	13,500	498,150	2.80%
SHANGHAI ELECTRIC GRP CO L-H 'H' CNY1	32,000	163,840	0.92%
		5,919,050	
India			
ADANI ENTERPRISES LTD INR1	2,636	200,952	1.13%
ADANI PORTS AND SPECIAL ECONOMIC ZONE	4,872	186,022	1.04%
BHARAT HEAVY ELECTRICALS INR2	5,656	164,910	0.93%
LARSEN & TOUBRO LIMITED INR2	2,148	457,613	2.57%
		1,009,497	
Indonesia			
JASA MARGA (PERSERO) TBK PT IDR500	20,400	87,093	0.49%
UNITED TRACTORS TBK PT IDR250	15,200	196,482	1.10%
		283,575	
Korea			
CHEIL INDUSTRIES INC 028260	480	501,476	2.82%
HYUNDAI ENGINEERING & CONST KRW5000	716	252,180	1.42%
HYUNDAI GLOVIS CO LTD	168	265,329	1.49%
HYUNDAI HEAVY INDUSTRIES KRW5000	468	399,000	2.24%
KCC CORP	52	205,678	1.16%
LG CORP KRW5000	1,292	553,466	3.11%
SAMSUNG C&T CORP KRW5000	1,264	524,688	2.95%
SAMSUNG HEAVY INDUSTRIES KRW5000	1,780	224,525	1.26%
SK HOLDINGS KRW5000	248	294,624	1.65%
		3,220,966	
Malaysia			
GAMUDA BHD ORD MYR1.00	18,000	192,179	1.08%
MALAYSIA AIRPORTS HLDGS BHD MYR1	5,200	76,202	0.43%
MISC BHD MYR1	10,000	177,734	1.00%
SIME DARBY BERHAD	25,200	489,038	2.75%
WESTPORTS HOLDINGS MYR0.1	12,000	100,987	0.56%
		1,036,140	
Philippines			
ABOITIZ EQUITY VENTURES INC PHP1	22,000	221,315	1.24%
ALLIANCE GLOBAL GROUP INC PHP1	40,400	185,689	1.04%
DMCI HOLDINGS INC PHP1	49,600	133,344	0.75%
INTL CONTAINER TERM SVCS INC	7,920	148,357	0.83%
JG SUMMIT HOLDINGS INC PHP1	28,160	354,104	1.99%
SAN MIGUEL CORP PHP5	9,560	111,841	0.63%
SM INVESTMENTS CORP PHP10	3,160	493,001	2.77%
		1,647,651	

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

S&P Asia ex JANZ Industrials ETF (continued)

Listed Equities	Holdings	Fair value HK\$	% of net assets
Singapore			
HUTCHISON PORT HOLDINGS TR-U	52,000	280,196	1.57%
JARDINE MATHESON HLDGS LTD ORD USD0.25	2,600	1,273,986	7.15%
JARDINE STRATEGIC HLDGS LTD ORD USD0.05(SINGAPORE REG)	1,800	488,444	2.74%
KEPPEL CORP LTD NPV	14,100	717,260	4.03%
SEMBCORP INDUSTRIES LTD NPV	8,000	190,817	1.07%
SEMBCORP MARINE LTD NPV	8,000	132,035	0.74%
SINGAPORE AIRLINES LTD NPV	5,000	337,717	1.90%
SINGAPORE TECH ENGINEERING	14,800	291,109	1.63%
		3,711,564	
Taiwan			
EVERGREEN MARINE TWD10	16,000	92,174	0.52%
FAR EASTERN NEW CENTURY CORP	36,000	288,119	1.62%
HIWIN TECHNOLOGIES CORP TWD10	2,060	118,164	0.66%
TAIWAN GLASS IND CORP TWD10	10,000	55,875	0.31%
		554,332	
Thailand			
AIRPORTS OF THAILAND PC-NVDR THB10	4,000	266,851	1.50%
Total listed investments		17,649,626	99.12%
Total investments, at cost		16,504,754	

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

S&P Asia ex JANZ Energy ETF

Listed Equities	Holdings	Fair value HK\$	% of net assets
Hong Kong			
CHINA COAL ENERGY CO - H 'H'CNY1	44,000	188,320	1.54%
CHINA OILFIELD SERVICES-H 'H'CNY1	18,000	232,200	1.89%
CHINA PETROLEUM & CHEMICAL CORP	254,000	1,567,180	12.78%
CHINA SHENHUA ENERGY CO - H 'H'CNY1.00	34,000	673,200	5.49%
CNOOC LTD	160,000	1,753,599	14.30%
KUNLUN ENERGY COMPANY LTD HKD0.01	32,000	240,960	1.97%
PETROCHINA CO LTD	210,000	1,801,800	14.69%
		6,457,259	
India			
BHARAT PETROLEUM CORP LTD INR10	1,796	180,403	1.47%
CAIRN INDIA LTD INR10	4,696	124,412	1.02%
COAL INDIA LTD INR10	12,582	565,667	4.61%
INDIAN OIL CORPORATION LTD INR10	2,504	114,360	0.93%
OIL & NATURAL GAS CORP LTD INR5	17,909	679,693	5.54%
OIL INDIA LTD INR10	1,424	80,260	0.66%
RELIANCE INDUSTRIES LTD	15,792	1,615,999	13.18%
		3,360,794	
Indonesia			
ADARO ENERGY TBK PT IDR100	164,000	92,382	0.75%
Korea			
SK INNOVATION CO LTD	620	413,340	3.37%
S-OIL CORPORATION KRW2500	428	192,319	1.57%
		605,659	
Malaysia			
BUMI ARMADA BERHAD MYR0.20	18,400	39,675	0.32%
PETRONAS DAGANGAN BHD	2,400	100,486	0.82%
SAPURAKENCANA PETROLEUM BHD	27,200	134,383	1.10%
		274,544	
Taiwan			
FORMOSA PETROCHEMICAL CORP TWD10	16,000	271,568	2.21%
Thailand			
PTT EXPLORTN & PRD THB1(NVDR)	14,400	373,973	3.05%
PTT PCL-NVDR	8,400	646,447	5.27%
THAI OIL PCL-NVDR THB10(NVDR)	8,400	104,072	0.85%
		1,124,492	
Total listed investments		12,186,698	99.38%
Total investments, at cost		15,354,279	

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

S&P Asia ex JANZ Materials ETF

Listed Equities	Holdings	Fair value HK\$	% of net assets
Hong Kong			
ALUMINUM CORP OF CHINA LTD-H 'H'CNYI	72,000	276,480	1.36%
ANHUI CONCH CEMENT CO LTD-H 'H'CNYI	25,500	748,425	3.69%
JIANGXI COPPER COMPANY LTD-H 'H'CNYI	27,000	389,340	1.92%
SINOPEC YIZHENG CHEMICAL-H 'H'CNYI	36,000	122,040	0.60%
ZIJIN MINING GROUP CO LTD-H 'H'CNY0.1	108,000	265,680	1.31%
		<u>1,801,965</u>	
India			
ASIAN PAINTS LTD INR1	5,532	556,015	2.74%
HINDUSTAN ZINC LTD INR2	5,328	107,030	0.53%
NMDC LIMITED INR1	15,378	245,285	1.21%
SESA STERLITE LIMITED	22,998	539,912	2.66%
TATA STEEL LIMITED INR10	4,464	175,172	0.86%
ULTRATECH CEMENT LTD	1,254	447,092	2.20%
		<u>2,070,506</u>	
Indonesia			
INDOCEMENT TUNGGAL PRAKARSA TBK	27,000	351,015	1.73%
SEMEN INDONESIA PERSERO TBK IDR100	56,400	456,493	2.25%
		<u>807,508</u>	
Korea			
HYUNDAI STEEL CO KRW5000	1,434	731,543	3.60%
KOREA ZINC CO LTD	246	728,901	3.59%
LG CHEM LTD KRW5000	858	1,355,075	6.67%
LG CHEM LTD-PREFERENCE	102	108,346	0.53%
LOTTE CHEMICAL CORP	318	452,230	2.23%
POSCO	1,554	2,655,202	13.08%
		<u>6,031,297</u>	
Malaysia			
PETRONAS CHEMICALS GROUP BHD	37,200	439,222	2.16%
Taiwan			
ASIA CEMENT CORP TWD10	45,960	448,118	2.21%
CHINA STEEL CORP	240,000	1,546,151	7.62%
FORMOSA CHEM N FIB TWD10	66,000	1,174,183	5.78%
FORMOSA PLASTICS CORP TWD10	94,000	1,767,816	8.71%
NAN YA PLASTICS CORP TWD10	108,000	1,859,842	9.16%
TAIWAN CEMENT TWD10	63,000	688,409	3.39%
TAIWAN FERTILIZER CO LTD TWD10	12,000	161,157	0.79%
		<u>7,645,676</u>	
Thailand			
INDORAMA VENTURES PCL-NVDR THB1(NVDR)	33,600	208,144	1.02%
PTT GLOBAL CHEMICAL PCL-NVDR THB10(NVDR)	32,400	403,350	1.99%
SIAM CEMENT PCL- NVDR	5,800	707,537	3.49%
		<u>1,319,031</u>	
Total listed investments		<u>20,115,205</u>	<u>99.08%</u>
Total investments, at cost		<u>22,972,239</u>	

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

MSCI China ETF

Listed Equities	Holdings	Fair value HK\$	% of net assets
Hong Kong			
AAC TECHNOLOGIES HOLDINGS IN USD0.01(B/L 500)	30,500	1,459,425	0.46%
AGRICULTURAL BANK OF CHINA-H 'H'CNY1	976,000	3,747,840	1.19%
AIR CHINA LIMITED-H 'H'CNY1	80,000	632,800	0.20%
ALIBABA HEALTH INFORMATION TECHNOLOGY LTD	122,000	827,160	0.26%
ALIBABA PICTURES GROUP LTD	230,000	657,800	0.21%
ALUMINUM CORP OF CHINA LTD-H 'H'CNY1	176,000	675,840	0.21%
ANHUI CONCH CEMENT CO LTD-H 'H'CNY1	55,500	1,628,925	0.52%
ANTA SPORTS PRODUCTS LTD HKD0.10	44,000	623,920	0.20%
AVICHINA INDUSTRY & TECH-H 'H'CNY1	96,000	534,720	0.17%
BANK OF CHINA LTD-H 'H'HKD1	3,557,000	15,935,360	5.04%
BANK OF COMMUNICATIONS CO-H 'H'CNY1.00	390,000	2,593,500	0.82%
BBMG CORPORATION - H	61,000	436,150	0.14%
BEIJING CAPITAL INTL AIRPO-H 'H'CNY1	68,000	514,080	0.16%
BEIJING ENTERPRISES HLDGS HKD0.10	23,500	1,433,500	0.45%
BEIJING ENTERPRISES WATER GR HKD0.1(POST CON)	192,000	1,013,760	0.32%
BELLE INTERNATIONAL HOLDINGS HKD0.01	212,000	1,914,360	0.61%
BRILLIANCE CHINA AUTOMOTIVE USD0.01	138,000	2,061,720	0.65%
BYD CO LTD-H 'H'CNY1	30,500	1,216,950	0.38%
CGN POWER CO LTD-H 1816	239,000	798,260	0.25%
CHINA AGRI-INDUSTRIES HLDGS HKD0.10	122,000	366,000	0.12%
CHINA CINDA ASSET MANAGEME-H	244,000	936,960	0.30%
CHINA CITIC BANK CORP LTD-H	366,000	2,137,440	0.68%
CHINA CNR CORP LTD	87,000	969,180	0.31%
CHINA COAL ENERGY CO - H 'H'CNY1	183,000	783,240	0.25%
CHINA COMMUNICATIONS CONST-H 'H'CNY1	183,000	1,998,360	0.63%
CHINA COMMUNICATIONS SERVI-H 'H'CNY1	122,000	419,680	0.13%
CHINA CONSTRUCTION BANK-H 'H'CNY1	3,231,000	20,807,640	6.59%
CHINA COSCO HOLDINGS-H 'H'CNY1.00	122,000	497,760	0.16%
CHINA EVERBRIGHT BANK CO L-H 'H'CNY1	122,000	520,940	0.16%
CHINA EVERBRIGHT INTL LTD HKD0.10	122,000	1,583,560	0.50%
CHINA EVERBRIGHT LIMITED HKD1	38,000	767,600	0.24%
CHINA GALAXY SECURITIES CO-H	61,000	541,070	0.17%
CHINA GAS HOLDINGS LTD HKD0.01	90,000	1,143,000	0.36%
CHINA HUIZHAN DAIR HKD0.1	244,000	336,719	0.11%
CHINA INTL MARINE 'H'CNY1	24,400	411,872	0.13%
CHINA LIFE INSURANCE CO-H 'H'CNY1	333,000	11,305,350	3.58%
CHINA LONGYUAN POWER GROUP-H	136,000	1,146,480	0.36%
CHINA MEDICAL SYSTEM HOLDING USD0.005(POST BOARD LOT)	61,000	727,120	0.23%
CHINA MENGNIU DAIRY CO HKD0.1	61,000	2,513,200	0.80%
CHINA MERCHANTS BANK - H 'H'CNY1	213,500	4,043,690	1.28%
CHINA MERCHANTS HLDGS INTL HKD0.10	52,000	1,578,200	0.50%
CHINA MINSHENG BANKING-H 'H'CNY1	291,000	2,755,770	0.87%
CHINA MOBILE LTD HKD0.10	274,500	27,779,400	8.79%
CHINA NATIONAL BUILDING MA-H 'H'CNY1	122,000	941,840	0.30%
CHINA OILFIELD SERVICES-H 'H'CNY1	80,000	1,032,000	0.33%
CHINA OVERSEAS LAND & INVEST HKD0.10	182,000	4,559,100	1.44%
CHINA PACIFIC INSURANCE GR-H 'H'CNY1	116,400	4,295,160	1.36%
CHINA PETROLEUM & CHEMICAL-H	1,140,000	7,033,800	2.23%
CHINA RAILWAY CONSTRUCTIO-H 'H' CNY1	91,500	1,059,570	0.34%
CHINA RAILWAY GROUP LTD-H 'H'CNY1	183,000	1,453,020	0.46%
CHINA RESOURCES CEMENT HKD0.10'REG S'	122,000	535,580	0.17%
CHINA RESOURCES ENTERPRISE	54,000	820,800	0.26%
CHINA RESOURCES GAS GROUP LT HKD0.10	40,000	964,000	0.31%

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

MSCI China ETF (continued)

Listed Equities	Holdings	Fair value HK\$	% of net assets
Hong Kong (continued)			
CHINA RESOURCES LAND LTD HKD0.10	102,000	2,233,800	0.71%
CHINA RESOURCES POWER HOLDIN HKD1	86,000	1,673,560	0.53%
CHINA SHENHUA ENERGY CO - H 'H'CNY1.00	152,500	3,019,500	0.96%
CHINA SHIPPING CONTAINER-H 'H'CNY1	183,000	450,180	0.14%
CHINA SOUTH CITY HOLDINGS HKD0.01	122,000	309,880	0.10%
CHINA STATE CONSTRUCTION INT HKD0.025	78,000	842,400	0.27%
CHINA TAIPING INSURANCE HOLDIN	49,220	1,301,869	0.41%
CHINA TELECOM CORP LTD 'H'CNY1	610,000	3,031,700	0.96%
CHINA UNICOM HONG KONG LTD HKD0.10	270,000	3,186,000	1.01%
CHINA VANKE CO LTD-H CHINA VANKE CO LTD-H	61,000	1,122,400	0.36%
CHONGQING RURAL COMMERCIAL-H CNY1 H SHARE	122,000	613,660	0.19%
CITIC LTD 267	101,000	1,341,280	0.42%
CITIC SECURITIES CNY1'H'	46,500	1,336,875	0.42%
CNOOC LTD HKD0.02	793,000	8,691,280	2.75%
COSCO PACIFIC LTD HKD0.10	80,000	812,800	0.26%
COUNTRY GARDEN HOLDINGS CO HKD0.10	244,000	763,720	0.24%
CSPC PHARMACEUTICAL GROUP LTD	122,000	800,320	0.25%
CRRC CORP LTD	91,000	931,840	0.29%
DATANG INTL POWER GEN CO-H 'H'CNY1	122,000	484,340	0.15%
DONGFENG MOTOR GRP CO LTD-H 'H'CNY1	122,000	1,517,680	0.48%
ENN ENERGY HOLDINGS LTD	34,000	1,616,700	0.51%
EVERGRANDE REAL ESTATE GROUP USD0.01	244,000	954,040	0.30%
FAR EAST HORIZON L HKD0.01 REG S	61,000	432,490	0.14%
FOSUN INTERNATIONAL HKD0.10	91,500	1,374,330	0.44%
FRANSHION PROPERTIES HKD1	122,000	286,700	0.09%
GCL POLY ENERGY HOLDINGS LTD	488,000	1,000,400	0.32%
GEELY AUTOMOBILE HOLDINGS LT HKD0.02	235,000	937,650	0.30%
GOME ELECTRICAL APPLIANCES HKD0.025	488,000	546,560	0.17%
GREAT WALL MOTOR COMPANY-H 'H'CNY1	47,000	2,575,600	0.82%
GUANGDONG INVESTMENT LTD HKD0.50	122,000	1,239,520	0.39%
GUANGZHOU AUTOMOBILE GROUP-H 'H' CNY1	122,000	905,240	0.29%
GUANGZHOU R&F PROPERTIES - H 'H'CNY0.25(POST SUBD)	48,800	387,960	0.12%
HAIER ELECTRONICS GROUP CO HKD0.1 (POST CONS)	48,000	974,400	0.31%
HAITIAN INTERNATIONAL HLDGS HKD0.10	28,000	498,400	0.16%
HAITONG SECURITIES 'H'CNY1	58,800	1,110,144	0.35%
HANERGY THIN FILM POWER GROU 566	556,000	3,880,880	1.23%
HENGAN INTL GROUP CO LTD HKD0.10	33,000	3,072,300	0.97%
HUADIAN POWER INTL CORP-H 'H'CNY1	74,000	477,300	0.15%
HUANENG POWER INTL INC-H 'H'CNY1	156,000	1,432,080	0.45%
IND & COMM BK OF CHINA-H 'H'CNY1	3,311,000	18,938,920	5.99%
JIANGSU EXPRESS CO LTD-H 'H'CNY1	54,000	562,680	0.18%
JIANGXI COPPER COMPANY LTD-H 'H'CNY1	61,000	879,620	0.28%
KINGBOARD CHEMICALS HOLDINGS HKD0.10	30,500	374,540	0.12%
KINGSOFT CORP LTD USD0.0005	30,000	682,500	0.22%
KUNLUN ENERGY COMPANY LTD HKD0.01	146,000	1,099,380	0.35%
LEE & MAN PAPER MANUFACTURIN HKD0.025	61,000	228,750	0.07%
LENOVO GROUP LTD HKD0.025	300,000	3,396,000	1.07%
LONGFOR PROPERTIES HKD0.10	61,000	669,780	0.21%
NEW CHINA LIFE INSURANCE C-H	30,500	1,320,650	0.42%
NEW WORLD CHINA LAND LTD HKD0.10	122,000	605,120	0.19%
NINE DRAGONS PAPER HOLDINGS HKD0.1	83,000	402,550	0.13%
PEOPLE'S INSURANCE 'H'CNY1	305,000	1,201,700	0.38%
PETROCHINA CO LTD-H 'H'CNY1	936,000	8,030,880	2.54%
PICC PROPERTY & CASUALTY -H 'H'CNY1	152,000	2,328,640	0.74%
PING AN INSURANCE GROUP CO-H 'H'CNY1	116,000	10,811,200	3.42%

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

MSCI China ETF (continued)

Listed Equities	Holdings	Fair value HK\$	% of net assets
Hong Kong (continued)			
SEMICONDUCTOR MANUFACTURING USD0.0004	1,098,000	823,500	0.26%
SHANDONG WEIGAO GP MEDICAL-H 'H'CNY0.1	88,000	601,040	0.19%
SHANGHAI ELECTRIC GRP CO L-H 'H'CNY1	122,000	624,640	0.20%
SHANGHAI FOSUN PHARMACEUTICAL GROUP CO LTD	18,500	478,225	0.15%
SHANGHAI INDUSTRIAL HLDG LTD HKD0.10	22,000	525,800	0.17%
SHANGHAI PHARMACEU 'H'CNY1	30,500	628,300	0.20%
SHENZHOU INTERNATIONAL GROUP HKD0.10	25,000	875,000	0.28%
SHIMAO PROPERTY HOLDINGS LTD HKD0.10	61,000	994,300	0.31%
SHUI ON LAND LTD USD0.0025	152,500	279,075	0.09%
SIHUA PHARMACEUTICAL HOLDINGS GROUP LTD	183,000	807,030	0.26%
SINO BIOPHARMACEUTICAL HKD0.025 (POST CONS)	132,000	1,036,200	0.33%
SINO-OCEAN LAND HOLDINGS HKD0.80	152,500	715,225	0.23%
SINOPEC ENGINEERING GROUP-H	61,000	409,920	0.13%
SINOPEC SHANGHAI PETROCHEM-H 'H'CNY1	122,000	352,580	0.11%
SINOPHARM GROUP CO-H 'H'CNY1	54,800	1,734,420	0.55%
SINOTRANS LIMITED-H 'H'SHARES CNY1	83,000	369,350	0.12%
SOHO CHINA LTD HKD0.02	91,500	483,120	0.15%
SUN ART RETAIL GRO HKD0.30	122,000	823,500	0.26%
TENCENT HOLDINGS LTD	233,600	34,385,920	10.88%
TINGYI (CAYMAN ISLN) HLDG CO USD 0.005	88,000	1,467,840	0.46%
TSINGTAO BREWERY CO LTD-H 'H'CNY1	16,000	831,200	0.26%
UNI-PRESIDENT CHINA HOLDINGS	61,000	312,930	0.10%
WANT WANT CHINA HOLDINGS LTD USD0.02	267,000	2,197,410	0.70%
WEICHAI POWER CO LTD-H 'H'CNY1	22,000	657,800	0.21%
YANZHOU COAL MINING CO-H 'H'CNY1	84,000	556,920	0.18%
YUEXIU PROPERTY CO LTD ORD HKD0.10	320,400	487,008	0.15%
ZHEJIANG EXPRESSWAY CO-H 'H'CNY1	66,000	678,480	0.21%
ZHUZHOU CSR TIMES ELECTRIC-H 'H'CNY1	23,000	1,170,700	0.37%
ZIJIN MINING GROUP CO LTD-H 'H'CNY0.1	244,000	600,240	0.19%
ZTE CORP-H 'H'CNY1	24,400	433,832	0.14%
Total listed investments		313,513,364	99.25%
Total investments, at cost		252,718,958	

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

Hang Seng High Dividend Yield ETF

Listed Equities	Holdings	Fair value HK\$	% of net assets
Hong Kong			
AGILE PROPERTY HOLDINGS LTD HKD0.10	1,602,188	7,466,196	2.28%
AGRICULTURAL BANK OF CHINA-H 'H'CNY1	1,775,000	6,816,000	2.08%
BANK OF CHINA LTD-H 'H'HKD1	1,775,000	7,952,000	2.43%
BANK OF COMMUNICATIONS CO-H 'H'CNY1.00	1,207,000	8,026,551	2.46%
BANK OF EAST ASIA HKD2.50	127,800	3,942,630	1.21%
BOC HONG KONG HOLDINGS LTD HKD5	213,000	5,889,450	1.80%
BOSIDENG INTL HLDGS LTD USD0.00001	6,958,000	5,775,141	1.77%
CHAMPION REIT REIT	1,775,000	6,549,750	2.00%
CHEUNG KONG INFRASTRUCTURE HKD1	71,000	4,732,150	1.45%
CHINA CITIC BANK CORP LTD-H	1,491,000	8,707,440	2.66%
CHINA COMMUNICATIONS SERVI-H 'H'CNY1	1,278,000	4,396,320	1.35%
CHINA CONSTRUCTION BANK-H 'H'CNY1	1,136,000	7,315,840	2.24%
CHINA HONGQIAO GROUP LTD	1,029,500	4,787,175	1.46%
CHINA MERCHANTS BANK - H 'H'CNY1	355,000	6,723,700	2.06%
CHINA MINSHENG BANKING-H 'H'CNY1	595,466	5,639,063	1.73%
CHINA MOBILE LTD HKD0.10	71,000	7,185,200	2.20%
CHINA PETROLEUM & CHEMICAL-H	568,000	3,504,560	1.07%
CHINA POWER INTERNATIONAL HKD1	2,627,000	10,665,620	3.26%
CHONGQING RURAL COMMERCIAL-H CNY1 H SHARE	1,846,000	9,285,380	2.84%
CLP HOLDINGS LTD HKD5	71,000	4,810,250	1.47%
CNOOC LTD HKD0.02	355,000	3,890,800	1.19%
DATANG INTL POWER GEN CO-H 'H'CNY1	1,562,000	6,201,140	1.90%
EVERGRANDE REAL ESTATE GROUP USD0.01	4,970,000	19,432,700	5.95%
HANG SENG BANK HKD5	35,500	4,987,750	1.53%
HOPEWELL HIGHWAY INFRASTRUCT HKD0.10	2,779,056	10,254,717	3.14%
HOPEWELL HOLDINGS HKD2.50	177,500	5,165,250	1.58%
HSBC HOLDINGS PLC ORD USD0.50(UK REG)	56,800	3,785,720	1.16%
HUANENG POWER INTL INC-H 'H'CNY1	710,000	6,517,800	1.99%
HUTCHISON TELECOMMUNICATIONS HKD0.25	1,988,000	7,136,920	2.18%
IND & COMM BK OF CHINA-H 'H'CNY1	1,278,000	7,310,160	2.24%
KWG PROPERTY HOLDING LTD HKD0.10	1,775,000	9,762,500	2.99%
LINK REIT NPV	106,500	5,090,700	1.56%
MGM CHINA HLDGS LT HKD1	227,200	3,317,120	1.01%
NEW WORLD DEVELOPMENT HKD1	568,000	5,106,320	1.56%
PCCW LTD HKD0.25	1,278,000	6,044,940	1.85%
PETROCHINA CO LTD-H 'H'CNY1	426,000	3,655,080	1.12%
POWER ASSETS HOLDINGS LTD HKD1	71,000	5,630,300	1.72%
SHENZHEN INVESTMENT LTD HKD0.05	3,266,000	9,373,420	2.87%
SINO LAND CO HKD1	426,000	5,384,640	1.65%
SINO-OCEAN LAND HOLDINGS HKD0.80	1,491,000	6,992,790	2.14%
SJM HOLDINGS LIMITED HKD1.00	213,000	2,159,820	0.66%
SMARTONE TELECOMMUNICATIONS HKD0.10	568,000	8,406,400	2.57%
SOHO CHINA LTD HKD0.02	887,500	4,686,000	1.43%
SWIRE PACIFIC LTD 'A' 'A'HKD0.60	35,500	3,752,350	1.15%
TELEVISION BROADCASTS LTD	120,700	5,775,495	1.77%
VTECH HOLDINGS LTD USD0.05	63,900	7,067,340	2.16%
WYNN MACAU LTD HKD0.001	170,400	2,859,312	0.87%
YUE YUEN INDUSTRIAL HLDG HKD0.25	213,000	5,836,200	1.79%
YUEXIU PROPERTY CO LTD ORD HKD0.10	5,097,528	7,748,243	2.37%
YUEXIU REAL ESTATE INVESTMENT TRUST	2,201,000	9,728,420	2.98%
Total listed investments		323,230,763	98.90%
Total investments, at cost		306,655,523	

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

CSI 300 ETF

Listed Equities	Holdings	Fair value RMB	% of net assets
China			
AGRICULTURAL BANK OF CHINA-A 'A'CNYI	941,200	3,454,204	0.99%
AIER EYE HOSPITAL GROUP CO-A 'A'CNYI	5,200	186,420	0.05%
AIR CHINA LTD-A 'A'CNYI	57,200	539,396	0.15%
AI SINO CO LTD	20,800	1,031,472	0.30%
ALUMINUM CORP OF CHINA LTD 'A'CNYI	135,200	853,112	0.24%
ANGANG STEEL CO LTD - A 'A'CNYI	62,400	394,368	0.11%
ANHUI CONCH CEMENT CO LTD-A 'A'CNYI	72,800	1,662,752	0.48%
ANHUI USTC IFLYTEK CI -A 'A'CNYI	20,800	1,081,600	0.31%
AVIC AVIATION ENGINE CORP PLC	20,800	800,592	0.23%
AVIC CAPITAL CO LTD -A 'A'CNYI	52,000	1,242,800	0.36%
AVIC HELICOPTER CO LTD-A 600038	5,200	246,844	0.07%
BANK OF BEIJING CO LTD -A 'A'CNYI	228,800	2,496,208	0.72%
BANK OF CHINA LTD-A 'A'CNYI	676,000	2,960,880	0.85%
BANK OF COMMUNICATIONS-A 'A'CNYI	566,800	3,621,852	1.04%
BANK OF NANJING CO LTD -A 'A'CNYI	62,400	926,640	0.27%
BANK OF NINGBO CO LTD -A 'A'CNYI	36,400	649,740	0.19%
BAOSHAN IRON & STEEL CO-A 'A'CNYI	176,782	1,258,688	0.36%
BBMG CORPORATION-A 'A'CNYI	41,600	464,672	0.13%
BEIJING CAPITAL CO LTD-A 'A'CNYI	36,400	546,728	0.16%
BEIJING DABEINONG TECHNOLO-A 'A'CNYI	33,600	813,120	0.23%
BEIJING ENLIGHT MEDIA CO L-A 'A'CNYI	10,400	337,272	0.10%
BEIJING JINGNENG POWER CO -A 600578	50,400	327,096	0.09%
BEIJING ORIENT LANDSCAPE & ECO	15,600	366,912	0.11%
BEIJING ORIGINWATER TECHNO-A 'A'CNYI	15,598	676,017	0.19%
BEIJING SHIJI INFORMATION -A 002153	5,200	633,880	0.18%
BEIJING SL PHARMACEUTICAL -A 'A'CNYI	10,283	555,282	0.16%
BEIJING TONGRENTANG CO-A 'A'CNYI	26,000	678,600	0.20%
BEIJING XINWEI TELECOM TEC-A 600485	5,200	241,332	0.07%
BEIJING YANJING BREWERY CO-A 'A'CNYI	52,000	477,360	0.14%
BEIJING ZHONGKE SANHUAN HI-A	31,200	640,536	0.18%
BEINGMATE BABY & CHILD FO-A 'A'CNYI	20,800	429,936	0.12%
BEIQI FOTON MOTOR CO LTD-A 'A'CNYI	62,400	471,120	0.14%
BESTV NEW MEDIA CO LTD	20,741	1,034,354	0.30%
BLUEFOCUS COMMUNICATION GR-A 'A'CNYI	20,800	758,160	0.22%
BOE TECHNOLOGY GROUP CO LT-A 'A'CNYI	374,400	1,508,832	0.43%
BRIGHT DAIRY & FOOD CO LTD	22,800	452,352	0.13%
BYD CO LTD -A 'A'CNYI	15,561	815,396	0.23%
BY-HEALTH CO LTD-A 'A'CNYI	5,200	213,200	0.06%
CHANGJIANG SECURITIES CO L-A 'A'CNYI	114,400	1,816,672	0.52%
CHANGSHA ZOOMLION HEAVY INDS 'A'CNYI	161,200	1,179,984	0.34%
CHENGDU B-RAY MEDIA CO LTD-A 'A'CNYI	26,000	386,880	0.11%
CHENGDU XINGRONG INVESTMEN-A 'A'CNYI	62,400	554,736	0.16%
CHINA AVIC AVIONICS EQUIP-A 'A'CNYI	20,800	636,480	0.18%
CHINA BAOAN GROUP-A 'A'CNYI	46,800	781,560	0.22%
CHINA CAMC ENGINEERING CO -A 'A'CNYI	10,400	345,280	0.10%
CHINA CITIC BANK CORP LTD-A 'A'CNYI	109,200	803,712	0.23%
CHINA COAL ENERGY CO 'A'CNYI	67,600	465,088	0.13%
CHINA COMMUNICATIONS CONST-A	54,400	1,005,856	0.29%
CHINA CONSTRUCTION BANK-A	348,400	2,125,240	0.61%
CHINA CSSC HOLDINGS LTD-A 'A'CNYI	26,000	1,170,520	0.34%
CHINA EASTERN AIRLINES CO-A 'A'CNYI	88,400	625,872	0.18%
CHINA EVERBRIGHT BANK CO-A	717,600	3,394,248	0.97%
CHINA FORTUNE LAND DEVELOP-A	15,600	863,928	0.25%

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

CSI 300 ETF (continued)

Listed Equities	Holdings	Fair value RMB	% of net assets
China (continued)			
CHINA HAINAN RUBBER INDUST-A	46,800	465,660	0.13%
CHINA INTERNATIONAL TRAVEL SERVICE CORP LTD	10,348	531,473	0.15%
CHINA INTL MARINE CONTAIN-A 'A'CNYI	31,200	707,304	0.20%
CHINA LIFE INSURANCE CO-A 'A'CNYI	52,000	1,926,600	0.55%
CHINA MERCHANTS BANK-A 'A'CNYI	577,145	8,986,148	2.58%
CHINA MERCHANTS PROPERTY -A	36,400	1,199,016	0.34%
CHINA MERCHANTS SECURITIES-A 'A'CNYI	83,199	2,648,224	0.76%
CHINA MINMETALS RARE EARTH-A 'A'CNYI	20,797	688,173	0.20%
CHINA MINSHENG BANKING-A 'A'CNYI	972,341	9,431,708	2.71%
CHINA MOLYBDENUM CO LTD-A 'A'CNY0.2	10,400	141,336	0.04%
CHINA NATIONAL CHEMICAL-A 'A'CNYI	72,800	710,528	0.20%
CHINA NORTHERN RARE EARTH 600111	52,000	1,413,360	0.41%
CHINA OILFIELD SERVICES-A 'A'CNYI	20,800	461,968	0.13%
CHINA PACIFIC INSURANCE GR-A 601601	114,400	3,878,160	1.11%
CHINA PETROLEUM & CHEMICAL-A 'A'CNYI	208,000	1,333,280	0.38%
CHINA RAILWAY GROUP LTD -A 'A'CNYI	244,400	3,086,772	0.89%
CHINA RAILWAYS CONSTRUCTIO-A 'A'CNYI	114,400	2,126,696	0.61%
CHINA RESOURCES SANJIU MED-A 'A'CNYI	15,600	416,832	0.12%
CHINA SHENHUA ENERGY CO -A 'A'CNYI	78,100	1,569,029	0.45%
CHINA SHIPBUILDING INDUSTR-A 'A'CNYI	265,200	2,662,608	0.76%
CHINA SHIPPING CONTAINER-A 'A'CNYI	109,200	578,760	0.17%
CHINA SOUTH LOCOMOTIVE -A 'A'CNYI	168,600	2,864,514	0.82%
CHINA SOUTH PUBLISHING -A 'A'CNYI	25,922	580,653	0.17%
CHINA SOUTHERN AIRLINES CO-A 'A'CNYI	119,600	947,232	0.27%
CHINA SPACESAT CO LTD	20,800	720,512	0.21%
CHINA STATE CONSTRUCTION -A 'A'CNYI	540,800	4,147,936	1.19%
CHINA UNITED NETWORK-A	306,800	1,678,196	0.48%
CHINA VANKE CO LTD -A 'A'CNYI	343,200	4,743,024	1.36%
CHINA XD ELECTRIC CO LTD-A	78,000	631,020	0.18%
CHINA YANGTZE POWER CO LTD-A 'A'CNYI	181,931	1,981,229	0.57%
CHINESE UNIVERSE PUBLISHIN-A 600373	15,600	294,216	0.08%
CHONGQING CHANGAN AUTOMOBILE CO LTD	85,425	1,733,273	0.50%
CHONGQING WATER GROUP-A 'A'CNYI	20,800	198,848	0.06%
CITIC GUOAN INFORMATION-A 'A'CNYI	36,400	699,608	0.20%
CITIC SECURITIES CO-A SHARES 'A'CNYI	280,800	9,215,856	2.65%
CPT TECHNOLOGY GROUP CO LTD	15,000	324,150	0.09%
CRRC CORP LTD	148,500	2,733,885	0.78%
DAQIN RAILWAY CO LTD -A 'A' CNYI	223,600	2,466,308	0.71%
DHC SOFTWARE CO LTD -A 'A'CNYI	26,000	803,400	0.23%
DONGFANG ELECTRIC CORP LTD-A 'A'CNYI	26,000	563,420	0.16%
DONGXU OPTOELECTRONIC TECH-A	36,200	427,160	0.12%
DR PENG TELCOM & MEDIA GROUP CO LTD	45,600	1,488,840	0.43%
FANGDA CARBON NEW MATERIAL CO LTD	36,400	474,656	0.14%
FAW CAR COMPANY LIMITED-A 'A'CNYI	31,200	611,520	0.18%
FIBERHOME TELECOM TECH CO LTD	14,200	336,398	0.10%
FINANCIAL STREET HOLDING-A	88,400	1,052,844	0.30%
FOSHAN HAITIAN FLAVOURING -A 'A'CNYI	5,200	267,539	0.08%
FOUNDER SECURITIES CO LTD-A 'A'CNYI	156,000	2,198,040	0.63%
FUYAO GROUP GLASS INDUSTR-A 'A'CNYI	51,950	869,124	0.25%
GANSU YASHENG INDUSTRIAL-A 'A' CNYI	57,200	584,584	0.17%
GD POWER DEVELOPMENT CO -A CNYI 'A'	312,000	1,357,200	0.39%
GEMDALE CORP-A 'A'CNYI	161,144	1,809,647	0.52%
GEZHOUBA CO LTD-A 'A'CNYI	83,200	854,464	0.25%

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

CSI 300 ETF (continued)

Listed Equities	Holdings	Fair value RMB	% of net assets
China (continued)			
GF SECURITIES CO LTD-A 'A'CNYI	109,200	3,046,680	0.87%
GLODON SOFTWARE CO LTD-A 'A'CNYI	15,600	647,400	0.19%
GOERTEK INC -A 'A'CNYI	31,064	1,034,431	0.30%
GREAT WALL MOTOR CO LTD-A 'A'CNYI	15,588	810,732	0.23%
GREE ELECTRIC APPLIANCES I-A 'A'CNYI	88,306	3,866,037	1.11%
GUANGDONG ADVERTISING GROUP CO	15,600	639,288	0.18%
GUANGDONG ALPHA ANIMATION-A	5,200	228,696	0.07%
GUANGSHEN RAILWAY CO LTD-A 'A'CNYI	124,800	601,536	0.17%
GUANGXI WUZHOU ZHONGHENG G-A 'A'CNYI	31,200	614,952	0.18%
GUANGZHOU BAIYUNSHAN PHAR-A	20,800	710,736	0.20%
GUANGZHOU HAIGE COMMUNICAT-A 'A'CNYI	26,000	728,260	0.21%
GUIZHOU PANJIANG REFINED-A 'A'CNYI	20,800	269,568	0.08%
GUOYUAN SECURITIES CO LTD	36,400	1,247,428	0.36%
HAINAN AIRLINES CO LTD	197,600	861,536	0.25%
HAINING CHINA LEATHER MAR-A 'A'CNYI	20,800	495,664	0.14%
HAITONG SECURITIES CO LTD-A 'A'CNYI	285,975	6,694,675	1.92%
HANGZHOU HIKVISION DIGITAL-A 'A'CNYI	46,800	1,436,760	0.41%
HAN'S LASER TECHNOLOGY IN-A	31,200	647,400	0.19%
HARBIN PHARMACEUTICAL GRP-A 'A'CNYI	36,400	374,556	0.11%
HEBEI IRON & STEEL CO LTD-A 'A'CNYI	150,800	652,964	0.19%
HEILAN HOME CO LTD -A 600398	20,800	303,264	0.09%
HENAN SHUANGHUI INVESTMENT-A 'A'CNYI	25,966	958,145	0.28%
HISENSE ELECTRIC CO LTD-A	31,200	724,776	0.21%
HUADIAN POWER INTL CORP-A 'A'CNYI	78,000	530,400	0.15%
HUADONG MEDICINE CO LTD-A 'A'CNYI	10,303	639,816	0.18%
HUALAN BIOLOGICAL ENGINEER-A 'A'CNYI	10,400	441,168	0.13%
HUANENG POWER INTL INC-A 'A'CNYI	150,800	1,245,608	0.36%
HUATAI SECURITIES CO LTD-A 'A'CNYI	102,900	3,098,319	0.89%
HUAWEN MEDIA INVESTMENT -A 'A'CNYI	41,600	631,904	0.18%
HUAXIA BANK CO LTD-A 'A'CNYI	161,189	2,079,338	0.60%
HUAYI BROTHERS MEDIA CORP-A 'A'CNYI	31,123	973,527	0.28%
HUAYU AUTOMOTIVE SYSTEMS CO LTD	41,596	831,504	0.24%
HUBEI ENERGY GROUP CO LTD	136,000	874,480	0.25%
HUNAN TV & BROADCAST INT-A 'A'CNYI	26,000	626,600	0.18%
HUNDSUN ELECTRONIC CO LTD-A 'A'CNYI	15,501	1,687,749	0.48%
IND & COMM BK OF CHINA - A 'A'CNYI	624,000	3,032,640	0.87%
INDUSTRIAL BANK CO LTD 'A'CNYI	405,600	7,446,816	2.14%
INDUSTRIAL SECURITIES CO-A 'A'CNYI	130,000	2,056,600	0.59%
INNER MONGOLIA JUNZHENG EN-A 'A'CNYI	23,800	475,524	0.14%
INNER MONGOLIA MENGDIAN HU-A 'A'CNYI	109,200	501,228	0.14%
INNER MONGOLIA YILI ENERGY-A	25,964	293,134	0.08%
INNER MONGOLIA YILI INDUS-A 'A'CNYI	109,105	3,365,889	0.97%
INNER MONGOLIAN BAOTOU STEEL 'A'CNYI	286,000	1,693,120	0.49%
JIANGSU HENGRUI MEDICINE C-A 'A'CNYI	25,878	1,192,976	0.34%
JIANGSU KANGDE XIN COMPOSITE MATERIAL CO LTD 002450	29,300	1,117,795	0.32%
JIANGSU PHOENIX PUBLISH-A	20,800	299,936	0.09%
JIANGSU YANGHE BREWERY -A 'A'CNYI	10,375	844,214	0.24%
JIANGXI COPPER CO LTD-A 'A'CNYI	31,200	651,456	0.19%
JIANGXI HONGDU AVIATION-A 'A'CNYI	15,600	530,244	0.15%
JILIN AODONG MEDICINE INDUST 'A'CNYI	26,000	952,640	0.27%
JINDUICHENG MOLYBDENUM CO -A	36,400	417,872	0.12%
JISHI MEDIA CO LTD-A	31,200	443,664	0.13%

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

CSI 300 ETF (continued)

Listed Equities	Holdings	Fair value RMB	% of net assets
China (continued)			
JIZHONG ENERGY RESOURCES-A 'A'CNYI	31,200	271,752	0.08%
JOINTOWN PHARMACEUTICAL-A	10,400	281,736	0.08%
KANGMEI PHARMACEUTICAL CO-A 'A'CNYI	57,200	1,773,772	0.51%
KINGENTA ECOLOGICAL ENGINE-A	10,354	381,027	0.11%
KINGFA SCI.& TECH CO LTD-A 'A'CNYI	57,200	489,632	0.14%
KWEICHOW MOUTAI CO LTD-A 'A'CNYI	15,600	3,056,976	0.88%
LIAONING CHENG DA CO LTD-A 'A'CNYI	52,000	1,451,840	0.42%
LUXIN VENTURE CAPITAL GRP-A 'A'CNYI	10,400	371,904	0.11%
LUXSHARE PRECISION INDUSTR-A	10,400	404,560	0.12%
LUZHOU LAOJIAO CO LTD-A 'A'CNYI	26,000	638,040	0.18%
MEIHUA MONOSODIUM GLUTAMAT-A 'A'CNYI	51,985	462,147	0.13%
METALLURGICAL CORP OF CHIN-A 'A'CNYI	176,800	991,848	0.28%
MIDEA GROUP CO LTD-A CNYI	62,400	2,056,079	0.59%
MINMETALS DEVELOPMENT CO-A 'A'CNYI	15,600	317,304	0.09%
NARI TECHNOLOGY DEVELOPMEN-A 'A'CNYI	52,000	1,078,480	0.31%
NEUSOFT CORP-A 'A'CNYI	31,151	875,655	0.25%
NEW CHINA LIFE INSURANCE C-A 'A'CNYI	31,200	1,653,912	0.47%
NEW HOPE LIUHE CO LTD-A 'A'CNYI	26,000	538,200	0.15%
NEWAY VALVE SUZHOU CO LTD-A	5,200	118,871	0.03%
NINGBO PORT CO LTD-A 'A'CNYI	130,000	765,700	0.22%
NORTHEAST SECURITIES CO LT-A 'A'CNYI	41,600	866,528	0.25%
OFFSHORE OIL ENGINEERING-A 'A'CNYI	67,600	859,872	0.25%
PANG DA AUTOMOBILE TRADE -A 'A'CNYI	41,600	347,776	0.10%
PANGANG GROUP STEEL VANADI-A 'A'CNYI	156,000	638,040	0.18%
PEOPLE.CN CO LTD-A 'A'CNYI	10,325	579,336	0.17%
PETROCHINA CO LTD-A 'A'CNYI	145,600	1,707,888	0.49%
PING AN BANK CO LTD-A	208,000	3,276,000	0.94%
PING AN INSURANCE GROUP CO-A 'A'CNYI	176,733	13,827,590	3.97%
POLY REAL ESTATE GROUP CO -A 'A'CNYI	228,800	2,628,912	0.75%
POWER CONSTRUCTION CORPORATION OF CHINA LTD	109,200	1,079,988	0.31%
QINGDAO HAIER CO LTD-A 'A'CNYI	57,200	1,478,048	0.42%
QINGHAI SALT LAKE INDUSTRY-A	19,127	563,673	0.16%
RISESUN REAL ESTATE DEVEL-A 'A'CNYI	24,400	518,500	0.15%
SAIC MOTOR CORPORATION LTD-A 'A'CNYI	119,600	2,973,256	0.85%
SANAN OPTOELECTRONICS CO L-A 'A'CNYI	46,722	993,310	0.29%
SANY HEAVY INDUSTRY CO LTD-A 'A'CNYI	114,400	1,158,872	0.33%
SDIC POWER HOLDINGS CO LTD-A 'A'CNYI	119,600	1,291,680	0.37%
SEALAND SECURITIES CO LTD -A	30,700	559,968	0.16%
SEARAINBOW HOLDING CORP	26,000	1,196,780	0.34%
SHAANXI COAL INDUSTRY CO L-A	20,800	169,728	0.05%
SHANDONG DONG-E E-JIAO-A 'A'CNYI	20,800	867,568	0.25%
SHANDONG GOLD MINING CO LT-A 'A'CNYI	20,800	557,440	0.16%
SHANGHAI CHENGTOU HOLDING CO LTD	82,495	596,439	0.17%
SHANGHAI CONSTRUCTION CO-A 'A'CNYI	46,800	519,480	0.15%
SHANGHAI ELECTRIC GRP CO L-A 'A'CNYI	67,524	737,362	0.21%
SHANGHAI FOSUN PHARMACEUTICAL GROUP CO LTD	40,800	1,011,432	0.29%
SHANGHAI FRIENDSHIP GROUP CO LTD	34,200	628,254	0.18%
SHANGHAI INTERNATIONAL AIR-A 'A'CNYI	36,400	878,696	0.25%
SHANGHAI INTERNATIONAL POR-A 'A'CNYI	104,000	803,920	0.23%

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

CSI 300 ETF (continued)

Listed Equities	Holdings	Fair value RMB	% of net assets
China (continued)			
SHANGHAI JAHWA UNITED CO -A 'A'CNY1	15,600	663,468	0.19%
SHANGHAI LUJIAZUI FIN&TRAD-A 'A'CNY1	15,600	585,156	0.17%
SHANGHAI ORIENTAL PEARL GROUP CO LTD	57,164	931,202	0.27%
SHANGHAI PHARMACEUTICALS-A 'A'CNY1	36,400	827,008	0.24%
SHANGHAI PUDONG DEVEL BANK-A 'A'CNY1	400,400	6,322,316	1.81%
SHANGHAI RAAS BLOOD PRODUC-A 002252	10,200	569,058	0.16%
SHANGHAI WAIGAOQIAO FTZ - A 'A'CNY1	10,400	363,584	0.10%
SHANGHAI WANGSU SCIENCE-A 'A'CNY1	5,200	464,828	0.13%
SHANGHAI YUYUAN TOURIST-A 'A'CNY1	36,400	534,716	0.15%
SHANXI LU'AN ENVIRONMENTAL-A 'A'CNY1	36,400	445,900	0.13%
SHANXI SECURITIES CO LTD-A 'A'CNY1	35,900	604,556	0.17%
SHANXI TAIGANG STAINLESS-A 'A'CNY1	78,000	436,020	0.13%
SHANXI XINGHUACUN FEN WINE-A 'A'CNY1	10,400	230,360	0.07%
SHANXI XISHAN COAL & ELEC-A 'A'CNY1	57,200	477,620	0.14%
SHENERGY COMPANY LIMITED-A 'A'CNY1	83,200	655,616	0.19%
SHENWAN HONGYUAN GROUP CO-A 000166	161,196	2,782,243	0.80%
SHENZHEN AGRICULTURAL PROD-A 'A'CNY1	52,000	785,720	0.23%
SHENZHEN AISIDI CO LTD-A	5,200	94,224	0.03%
SHENZHEN ENERGY GROUP CO L-A 'A'CNY1	31,200	419,016	0.12%
SHENZHEN HEPALINK PHARMACE-A 'A'CNY1	10,324	362,372	0.10%
SHENZHEN INOVANCE TECHNOLO-A 'A'CNY1	15,600	651,612	0.19%
SHENZHEN MTC CO LTD -A	26,000	291,720	0.08%
SHENZHEN O-FILM TECH CO-A 'A'CNY1	25,987	696,452	0.20%
SHENZHEN OVERSEAS CHINESE-A	165,000	1,592,250	0.46%
SHENZHEN SALUBRIS PHARM-A 'A'CNY1	5,110	226,986	0.07%
SHENZHEN ZHONGJIN LINGNAN-A 'A'CNY1	52,000	663,000	0.19%
SHIJIAZHANG YILING PHARMA-A 'A'CNY1	5,200	196,612	0.06%
SIASUN ROBOT & AUTOMATION-A 300024	15,600	810,420	0.23%
SICHUAN CHANGHONG ELECTRIC-A 'A'CNY1	135,200	813,904	0.23%
SICHUAN CHUANTOU ENERGY CO-A 'A'CNY1	41,600	937,248	0.27%
SICHUAN KELUN PHARMACEUTIC-A	15,600	621,036	0.18%
SINOLINK SECURITIES CO LTD-A 'A'CNY1	57,200	1,460,888	0.42%
SINOPEC SHANGHAI PETROCHE-A 'A'CNY1	83,200	455,936	0.13%
SOOCHOW SECURITIES CO LTD-A 'A'CNY1	46,800	1,072,188	0.31%
SOUND ENVIRONMENTAL RESOURCES CO LTD	20,800	596,544	0.17%
SOUTHWEST SECURITIES CO LT-A 'A'CNY1	29,200	632,764	0.18%
SUNING APPLIANCE CO LTD-A 'A'CNY1	166,400	2,174,848	0.62%
SUZHOU GOLD MANTIS CONSTR -A 'A'CNY1	31,200	1,097,304	0.31%
TANGSHAN JIDONG CEMENT CO-A 'A'CNY1	20,800	342,784	0.10%
TBEA CO LTD-A 'A'CNY1	93,600	1,348,776	0.39%
TCL CORP-A 'A'CNY1	275,600	1,626,040	0.47%
TIANJIN TASLY PHARMA-CLASS A 'A'CNY1	20,800	1,002,976	0.29%
TIANJIN ZHONGHUAN SEMICOND-A 'A'CNY1	17,090	600,030	0.17%
TONGHUA DONGBAO PHARMACEUT-A 'A'CNY1	26,000	523,380	0.15%
TONGLING NONFERROUS METALS GROUP CO LTD	28,500	482,505	0.14%
TSINGHUA TONGFANG CO LTD-A 'A'CNY1	62,400	1,023,984	0.29%
TSINGTAO BREWERY CO LTD-A 'A'CNY1	15,600	663,624	0.19%
UNIVERSAL SCIENTIFIC INDUS-A 'A'CNY1	5,200	194,688	0.06%
WANHUA CHEMICAL GROUP CO -A 'A'CNY1	41,600	1,003,392	0.29%
WANXIANG QIANCHAO CO LTD-A 'A'CNY1	31,200	540,696	0.16%
WASU MEDIA HOLDING CO LTD-A 'A'CNY1	5,200	254,800	0.07%
WEICHAJ POWER CO LTD-A 'A'CNY1	41,564	1,300,122	0.37%
WEIFU HIGH-TECHNOLOGY GRP-A 'A'CNY1	20,800	732,992	0.21%

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 31 March 2015

CSI 300 ETF (continued)

Listed Equities	Holdings	Fair value RMB	% of net assets
China (continued)			
WESTERN MINING CO -A	72,800	727,272	0.21%
WESTERN SECURITIES CO LTD-A 'A'CNY1	15,600	700,440	0.20%
WINTIME ENERGY CO LTD	85,500	415,530	0.12%
WUHAN HUMANWELL HEALTHCARE-A 'A'CNY1	15,533	557,169	0.16%
WULIANGYE YIBIN CO LTD-A 'A'CNY1	72,724	1,685,742	0.48%
XCMG CONSTRUCTION MACHIN-A 'A'CNY1	36,374	556,522	0.16%
XIAMEN C & D INC-A 'A'CNY1	62,400	879,216	0.25%
XIAMEN TUNGSTEN CO LTD-A 'A'CNY1	10,400	397,592	0.11%
XI'AN AIRCRAFT INTL CORP-A 'A'CNY1	46,800	1,271,088	0.36%
XINHU ZHONGBAO CO LTD-A 'A'CNY1	92,300	796,549	0.23%
XINJIANG GOLDWIND SCI&TECH-A 'A'CNY1	57,110	1,088,517	0.31%
XINJIANG GUANGHUI INDUSTRY-A 'A'CNY1	114,400	1,121,120	0.32%
XINXING DUCTILE IRON PIPES-A 'A'CNY1	83,200	522,496	0.15%
XIZANG HAISSCO PHARMACEUTIC-A 'A'CNY1	10,400	273,208	0.08%
XJ ELECTRIC CO LTD-A	20,800	565,760	0.16%
YANGQUAN COAL INDUSTRY GRP-A	46,800	454,896	0.13%
YANTAI CHANGYU PIONEER-A 'A'CNY1	5,134	202,588	0.06%
YANTAI JEREH OILFIELD-A 'A'CNY1	15,592	599,512	0.17%
YANZHOU COAL MINING CO-A 'A'CNY1	20,800	319,280	0.09%
YONGHUI SUPERSTORES CO LTD-A 'A'CNY1	67,600	779,428	0.22%
YONYOU NETWORK TECHNOLOGY CO LTD	20,389	930,758	0.27%
YOUNGOR GROUP CO-A 'A'CNY1	57,171	1,082,247	0.31%
YUNNAN BAIYAO GROUP CO LTD-A 'A'CNY1	15,636	1,042,139	0.30%
YUNNAN CHIHONG ZINC & GERM-A 'A'CNY1	31,200	426,504	0.12%
YUNNAN COPPER INDUSTRY CO-A 'A'CNY1	26,000	395,200	0.11%
YUNNAN TIN CO LTD-A 'A'CNY1	25,994	581,746	0.17%
ZHANGZHOU PIENZEHUANG PHA-A 'A'CNY1	5,200	605,800	0.17%
ZHE JIANG DAILY MEDIA GRP -A	20,800	463,216	0.13%
ZHEJIANG CHINA COMMODITIES-A 'A'CNY1	52,000	1,338,480	0.38%
ZHEJIANG DAHUA TECHNOLOGY-A	20,800	760,240	0.22%
ZHEJIANG HISUN PHARMACEUTI-A 'A'CNY1	20,800	425,776	0.12%
ZHEJIANG HUACE FILM & TV-A	5,200	197,548	0.06%
ZHEJIANG LONGSHENG GROUP C-A 'A'CNY1	41,600	1,219,296	0.35%
ZHEJIANG NHU CO LTD-A 'A'CNY1	20,800	357,760	0.10%
ZHEJIANG YASHA DECORATION-A 'A'CNY1	15,581	475,221	0.14%
ZHEJIANG ZHENENG ELECTRIC-A	31,200	228,071	0.07%
ZHENGZHOU YUTONG BUS CO - A	30,591	907,635	0.26%
ZHONGJIN GOLD CORP-A 'A'CNY1	57,200	719,004	0.21%
ZIJIN MINING GROUP CO LTD-A 'A'CNY0.1	291,200	1,257,984	0.36%
ZTE CORP-A 'A'CNY1	72,800	1,591,408	0.46%
Total listed investments		348,603,570	100.04%
Total investments, at cost		213,828,206	

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED)

For the year from 1 April 2014 to 31 March 2015

KOSPI 200 ETF

Financial assets at fair value through profit or loss	Beginning holdings at 1 April 2014	Additions	Corporate actions	Disposals	Closing holdings at 31 March 2015
Consumer Discretionary					
BASIC HOUSE CO LTD/THE KRW500	80	12	-	-	92
CHEIL WORLDWIDE INC	760	-	-	108	652
COWAY CO LTD	412	-	-	8	404
DAE WON KANG UP CO. SHS	320	4	-	-	324
DAEKYO CO LTD KRW5000	200	4	-	-	204
DONG AH TIRE & RUBBER CO LTD KRW500	80	-	-	4	76
DY CORP 013570 (formerly known as DONGYANG MECHATRONICS CORP KRW500)	200	-	(63)	20	117
GLOBAL & YUASA BATTERY CO KRW500	68	-	-	-	68
GRAND KOREA LEISURE CO LTD KRW500	-	488	-	252	236
HALLA HOLDINGS CORP (formerly known as MANDO CORP)	104	-	(54)	1	49
HALLA VISTEON CLIMATE CONTROL	320	-	-	20	300
HANDSOME CO LTD KRW500	120	-	-	12	108
HANIL E-HWA CO LTD 200880	-	-	110	110	-
HANKOOK TIRE CO KRW500	-	600	-	-	600
HANSAE CO LTD KRW500	120	8	-	-	128
HOTEL SHILLA CO LTD KRW5000	-	268	-	-	268
HUVIS CORP HUVIS CORP	-	112	-	-	112
HWA SHIN CO LTD KRW500	120	8	-	-	128
HYUNDAI DEPT STORE CO KRW5000	124	-	-	-	124
HYUNDAI MOBIS KRW5000	560	-	-	32	528
HYUNDAI MOTOR CO KRW5000	1,264	-	-	68	1,196
HYUNDAI WIA CORP KRW5000	116	-	-	-	116
KANGWON LAND INC KRW500	1,160	-	-	80	1,080
KIA MOTORS CORPORATION KRW5000	2,160	-	-	116	2,044
KUMHO TIRE CO INC KRW5000	840	116	-	-	956
LF CORP	160	-	-	8	152
LG ELECTRONICS SHS	872	-	-	48	824
LOTTE SHOPPING CO KRW5000	80	-	-	4	76
MANDO CORP 204320	-	-	54	54	-
MOTONIC CORP KRW500	-	68	-	-	68
NEXEN TIRE CORPORATION KRW500	320	-	-	8	312
S&T MOTIV CO LTD	40	24	-	-	64
SEJONG INDUSTRIAL CO LTD KRW500	-	72	-	-	72
SEOYEON CO LTD (formerly known as HANIL E-HWA CO LTD)	160	-	(110)	-	50
SHINSEGAE CO LTD KRW5000	60	-	-	-	60
SL CORP	120	-	-	24	96
SSANGYONG MOTOR CO KRW5000	320	12	-	-	332
WOONGJIN CHEMICAL CO LTD	160	-	-	8	152
Consumer Staples					
ABLE C&C KRW500	88	-	7	16	79
AMOREPACIFIC GROUP	24	-	-	4	20
AMOREPACIFIC CORP KRW5000	28	-	-	4	24
BINGGRAE CO LTD KRW5000	48	-	-	-	48
CJ CHEILJEDANG CORP KRW5000	64	-	-	-	64
COSMAX INC COSMAX INC	-	-	61	61	-
COSMAX INC KRW500	92	-	(61)	31	-
CROWN CONFECTIONERY CO LTD KRW5000	-	4	-	-	4
DAESANG CORPORATION KRW1000	160	8	-	-	168
DONGWON F&B CO LTD KRW5000	-	8	-	-	8
E-MART CO LTD KRW5000	172	-	-	4	168
GS RETAIL CO LTD GS RETAIL CO LTD	240	-	-	24	216

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

For the year from 1 April 2014 to 31 March 2015

KOSPI 200 ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings at 1 April 2014	Additions	Corporate actions	Disposals	Closing holdings at 31 March 2015
Consumer Staples (continued)					
HITE JINRO	240	16	-	-	256
KOREA KOLMAR CO LTD KRW500	-	128	-	-	128
KT&G CORP KRW5000	900	-	-	48	852
LG HOUSEHOLD & HEALTH CARE KRW5000	76	-	-	4	72
LOTTE CHILSUNG BEVERAGE CO SHS	8	-	-	4	4
LOTTE CONFECTIONERY CO LTD	8	-	-	4	4
LOTTE SAMKANG CO LTD KRW5000	8	-	-	-	8
MUHAK CO LTD KRW200	122	-	2	10	114
NAMYANG DAIRY PRODUCTS CO. KRW5000	4	-	-	-	4
NONG SHIM CO LTD	28	-	-	-	28
ORION CORP KRW5000	32	-	-	4	28
OTTOGI CORPORATION	12	-	-	-	12
SAMLIP GENERAL FOODS CO LTD	-	16	-	-	16
SAMYANG HOLDINGS CORP	36	-	-	4	32
Energy					
GS HOLDINGS KRW5000	424	-	-	12	412
HANKOOK SHELL OIL CO LTD KRW5000	8	-	-	4	4
SK INNOVATION CO LTD	568	-	-	28	540
S-OIL CORPORATION KRW2500	600	-	-	8	592
Financials					
BS FINANCIAL GROUP INC	1,440	-	-	36	1,404
BS FINANCIAL GROUP INC-RIGHTS (4JUL2014)	-	-	244	244	-
DAEWOO SECURITIES CO LTD	1,480	-	-	28	1,452
DONGBU INSURANCE CO LTD SHS	360	-	-	16	344
HANA FINANCIAL GROUP KRW5000	2,240	-	-	104	2,136
HANKOOK TIRE WORLDWIDE CO LTD	160	28	-	-	188
HANWHA LIFE INSURANCE CO LTD KRW5000	3,600	-	-	96	3,504
HYUNDAI SECURITIES CO KRW5000	680	144	-	-	824
INDUSTRIAL BANK OF KOREA KRW5000	1,600	-	-	40	1,560
KB FINANCIAL GROUP INC KRW5000	3,000	-	-	152	2,848
KJB FINANCIAL GROUP CO LTD	-	-	188	188	-
KNB FINANCIAL GROUP CO LTD	-	-	288	288	-
KOREA INVESTMENT HOLDINGS CO KRW5000	360	-	-	24	336
MIRAE ASSET SECURITIES CO LT KRW5000	240	-	11	20	231
SAMSUNG CARD CO KRW5000	280	-	-	-	280
SAMSUNG FIRE & MARINE INS KRW500	292	-	-	16	276
SAMSUNG LIFE INSURANCE CO KRW5000	820	-	-	44	776
SAMSUNG SECURITIES CO LTD KRW5000	480	-	-	16	464
SHINHAN FINANCIAL GROUP LTD KRW5000	3,480	-	-	168	3,312
WOORI BANK 000030	-	3,004	2,456	2,952	2,508
WOORI FINANCE HLDG KRW5000	2,960	-	(2,932)	28	-
WOORI INVESTMENT & SECURITIE KRW5000	920	-	-	36	884
Health Care					
BUKWANG PHARMACEUTICAL CO KRW500	168	8	17	-	193
CHONGKUNDANG HOLDINGS CORP	12	-	-	12	-
DAEWOONG PHARMACEUTICAL CO KRW2500	40	4	-	-	44
DONG-A SOCIO HOLDINGS CO LTD	28	-	-	-	28
DONG-A ST(SCIENCE& KRW5000	-	44	-	-	44
GREEN CROSS CORP KRW5000	48	-	-	-	48
HANALL BIOPHARMA CO LTD KRW500	200	-	-	200	-
HANMI PHARM CO LTD KRW2500	42	6	2	-	50
ILYANG PHARMACEUTICAL CO LTD KRW2500	80	16	-	-	96
KWANG DONG PHARMACEUTICAL CO KRW1000	-	276	-	-	276
LG LIFE SCIENCES LTD KRW5000	80	16	-	-	96

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

For the year from 1 April 2014 to 31 March 2015

KOSPI 200 ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings at 1 April 2014	Additions	Corporate actions	Disposals	Closing holdings at 31 March 2015
Health Care (continued)					
PHARMICELL CO LTD KRW500.00	280	-	-	280	-
RNL BIO CO LTD KRW500	320	-	-	320	-
SUHEUNG CAPSULE CO LTD KRW500	-	48	-	-	48
YUHAN CORPORATION	80	-	-	4	76
YUNGJIN PHARM KRW500	-	716	-	-	716
Industrials					
CHEIL INDUSTRIES INC 028260	-	720	-	-	720
CJ CORP KRW5000	108	-	-	4	104
CJ KOREA EXPRESS CORP	76	-	-	-	76
DAELIM INDUSTRIAL CO LTD KRW5000	228	-	-	4	224
DAEWOO ENGINEERING & CONSTR KRW5000	1,720	-	-	44	1,676
DAEWOO INTERNATIONAL CORP KRW5000	320	4	-	-	324
DAEWOO SHIPBUILDING & MARINE KRW5000	1,120	-	-	40	1,080
DOOSAN CORP KRW5000	60	-	-	-	60
DOOSAN ENGINE CO LTD KRW1000	320	-	-	12	308
DOOSAN HEAVY INDUSTRIES KRW5000	400	72	-	-	472
DOOSAN INFRACORE CO LTD KRW5000	840	164	-	-	1,004
DY POWER CORP	-	-	63	63	-
FURSIS INC KRW1000	-	32	-	-	32
GS ENGG & CONST - RIGHTS (03JUN2014)	-	-	90	90	-
GS ENGINEERING & CONSTRUCT KRW5000	280	-	-	280	-
HANJIN HEAVY INDUS & CONST KRW5000	360	4	138	-	502
HYUNDAI DEVELOPMENT COMPANY KRW5000	520	-	-	4	516
HYUNDAI ELEVATOR CO. KRW5000	56	32	-	-	88
HYUNDAI ENGINEERING & CONST KRW5000	592	-	-	8	584
HYUNDAI GLOVIS CO LTD	92	-	-	-	92
HYUNDAI HEAVY INDUSTRIES KRW5000	404	-	-	20	384
HYUNDAI MERCHANT MARINE - RIGHTS 05MAR15	-	-	146	146	-
HYUNDAI MERCHANT MARINE KRW5000	880	76	-	-	956
HYUNDAI MIPO DOCKYARD KRW5000	84	-	-	4	80
IS DONGSEO CO LTD KRW500	-	72	-	-	72
KCC CORP	44	-	-	4	40
KEPCO ENGINEERING & CONSTRUC KRW200	80	-	-	4	76
KEPCO PLANT SERVICE & ENGINE KRW200	-	144	-	-	144
KOREA AEROSPACE IN KRW5000	560	-	-	8	552
KOREA ELECTRIC TERMINAL CO KRW500	80	-	-	20	60
KOREAN AIR LINES CO LTD - 13MAR15	-	-	62	62	-
KOREAN AIR LINES CO LTD KRW5000	353	-	-	101	252
LG CORP KRW5000	780	-	-	44	736
LG HAUSYS LTD KRW5000	52	-	-	-	52
LG INTERNATIONAL CORP	240	-	-	20	220
LS CORP KRW5000	148	-	-	4	144
LS INDUSTRIAL SYSTEMS KRW5000	136	-	-	4	132
POSCO PLANTEC CO LTD	280	148	-	-	428
S&T DYNAMICS CO LTD KRW2500	160	-	-	4	156
SI CORPORATION KRW500	204	-	-	4	200
SAMSUNG C&T CORP KRW5000	1,088	-	-	56	1,032
SAMSUNG ENGINEERING CO LTD KRW5000	264	-	-	4	260
SAMSUNG HEAVY INDUSTRIES KRW5000	1,440	-	-	44	1,396
SAMSUNG TECHWIN CO LTD KRW5000	308	-	-	8	300
SK HOLDINGS KRW5000	232	-	-	12	220
SK NETWORKS CO LTD	1,240	-	-	36	1,204
TAIHAN ELECTRIC WIRE CO LTD KRW2500	680	-	-	680	-

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

For the year from 1 April 2014 to 31 March 2015

KOSPI 200 ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings at 1 April 2014	Additions	Corporate actions	Disposals	Closing holdings at 31 March 2015
Information Technology					
DAEDUCK ELECTRONICS CO KRW500	280	-	-	4	276
DAEDUCK GDS CO LTD KRW500	120	4	-	-	124
DONGBU HITEK CO LTD KRW5000 (formerly known as DONGBU HANNONG CHEMICAL CO)	200	-	-	200	-
HANSOL TECHNIQS CO LTD KRW5000	80	32	33	-	145
ILJIN DISPLAY CO LTD KRW500	120	8	-	-	128
ILJIN MATERIALS CO LTD KRW500	-	128	-	-	128
JAHWA ELECTRONICS CO LTD	-	88	-	-	88
KOREA CIRCUIT CO. KRW500	80	-	-	4	76
LG DISPLAY CO LTD	1,920	-	-	116	1,804
LG INNOTEK CO LTD KRW5000	84	8	-	-	92
NAVER CORP	244	-	-	12	232
NCSOFT CORPORATION KRW500	144	-	-	-	144
SAMSUNG ELECTRO-MECHANICS CO KRW5000	492	-	-	28	464
SAMSUNG ELECTRONICS CO LTD	908	16	-	68	856
SAMSUNG SDI CO LTD KRW5000	280	-	159	39	400
SAMSUNG SDS CO LTD 018260	-	412	-	-	412
SINDOH CO LTD	44	-	-	-	44
SK C&C CO LTD KRW5000	204	-	-	8	196
SK HYNIX INC	4,560	236	-	272	4,524
Materials					
CAPRO CORPORATION KRW500	240	-	-	240	-
CHEIL INDUSTRIES INC KRW5000	368	-	(360)	8	-
DONGKUK STEEL MILL CO LTD KRW5000	400	-	-	24	376
DONGKUK STEEL MILL CO LTD RIGHTS 25JUN14	-	-	142	142	-
FOOSUNG CO LTD KRW500	360	-	-	16	344
HANIL CEMENT CO LTD KRW5000	40	-	-	8	32
HANSOL HOLDINGS CO LTD (formerly known as HANSOL PAPER CO LTD KRW5000)	280	-	(100)	17	163
HANSOL PAPER CO LTD	-	-	100	100	-
HANWHA CHEMICAL CORP KRW5000	640	80	-	-	720
HANWHA CORPORATION KRW5000	360	4	-	-	364
HUCHEMS FINE CHEMICAL CORP KRW1000	200	-	-	-	200
HYOSUNG CORPORATION KRW5000	188	-	-	4	184
HYUNDAI HYSO KRW5000	91	-	-	15	76
HYUNDAI STEEL CO KRW5000	584	28	-	24	588
ISU CHEMICAL CO LTD KRW5000	80	-	-	80	-
KISWIRE LTD KRW1000	-	36	7	-	43
KOLON CORP KRW5000	-	48	-	48	-
KOLON INDUSTRIES INC KRW5000	120	12	-	-	132
KOREA PETROCHEMICAL IND CO KRW5000	-	20	-	-	20
KOREA ZINC CO LTD	72	-	-	4	68
KUKDO CHEMICAL CO LTD KRW5000	40	-	-	4	36
KUMHO PETRO CHEMICAL CO LTD	152	-	-	4	148
LG CHEM LTD KRW5000	380	-	-	20	360
LOCK&LOCK CO LTD KRW500	120	12	-	-	132
LOTTE CHEMICAL CORP	128	-	-	4	124
MOORIM P&P CO LTD KRW5000	280	-	-	4	276
NAMHAE CHEMICAL CORP KRW1000	200	-	-	20	180
OCI COMPANY LTD	128	-	-	4	124
POONGSAN CORP KRW5000	160	-	-	-	160
POSCO	608	-	-	32	576
SAMKWANG GLASS	24	-	-	-	24
SAMSUNG FINE CHEMICALS	160	-	-	24	136
SEAH BESTEEL CORP KRW5000	120	-	-	20	100
SEAH STEEL CORPORATION KRW5000	20	-	-	-	20

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

For the year from 1 April 2014 to 31 March 2015

KOSPI 200 ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings at 1 April 2014	Additions	Corporate actions	Disposals	Closing holdings at 31 March 2015
Materials (continued)					
SK CHEMICALS CO LTD	120	16	-	-	136
SKC CO LTD KRW5000	160	-	-	-	160
SONGWON INDUSTRIAL CO LTD KRW500	120	8	-	-	128
SSANGYONG CEMENT IND	480	-	-	28	452
TAEKWANG INDUSTRIAL CO LTD KRW5000	4	-	-	-	4
UNID CO LTD KRW5000	-	24	-	-	24
YOUNG POONG CORPORATION KRW5000	4	-	-	-	4
Telecommunication Services					
KT CORP KRW5000	1,840	-	-	116	1,724
LG UPLUS CORP KRW5000	2,320	-	-	28	2,292
SK TELECOM KRW500	464	-	-	24	440
Utilities					
KOREA ELECTRIC POWER CORP KRW5000	2,640	-	-	148	2,492
KOREA GAS CORPORATION KRW5000	256	44	-	-	300

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

For the year from 1 April 2014 to 31 March 2015

S&P Emerging Asia Consumer ETF

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2014	Additions	Corporate actions	Disposals	Closing holdings at 31 March 2015
Consumer Discretionary					
ASTRA INTERNATIONAL TBK PT	4,048,000	107,300	-	2,767,110	1,388,190
ASTRO MALAYSIA HLD MYR0.10	302,500	-	-	302,500	-
BEC WORLD PUBLIC CO LTD-NVDR THB1(NVDR)	198,000	-	-	136,000	62,000
BELLE INTERNATIONAL HOLDINGS HKD0.01	935,000	-	-	635,000	300,000
BRILLIANCE CHINA AUTOMOTIVE USD0.01	550,000	-	-	422,381	127,619
BYD CO LTD-H 'H' CNY1	-	93,500	-	53,024	40,476
CHENG SHIN RUBBER IND CO LTD	330,000	10,000	-	230,476	109,524
DONGFENG MOTOR GRP CO LTD-H 'H' CNY1	-	470,000	-	281,429	188,571
GEELY AUTOMOBILE HOLDINGS LT HKD0.02	1,100,000	-	-	800,000	300,000
GENTING BHD	445,500	-	-	445,500	-
GENTING MALAYSIA BHD	577,500	-	-	393,500	184,000
GIANT MANUFACTURING SHS	55,000	-	-	35,000	20,000
GREAT WALL MOTOR COMPANY-H 'H' CNY1	220,000	2,500	-	150,119	72,381
GUANGZHOU AUTOMOBILE GROUP-H 'H' CNY1	-	356,000	-	211,238	144,762
HAIER ELECTRONICS GROUP CO HKD0.1 (POST CONS)	220,000	12,000	-	160,571	71,429
HERO MOTOCORP LTD	-	5,688	-	271	5,417
HOTAI MOTOR COMPANY LTD TWD10	55,000	4,000	-	35,190	23,810
INTIME RETAIL GROUP CO LTD	192,500	-	-	192,500	-
MAHINDRA & MAHINDRA LTD INR5	60,170	-	-	41,130	19,040
MARUTI SUZUKI INDIA LTD INR5	-	12,320	-	7,840	4,480
MEDIA NUSANTARA CITRA TBK PT	984,500	-	-	984,500	-
NEW ORIENTAL EDUCATIO-SP ADR SPONS ADR EA REP 4 ORD SHS	27,500	-	-	27,500	-
POU CHEN	495,000	-	-	335,000	160,000
RUENTEX INDUSTRIES LTD TWD10	110,000	-	-	70,000	40,000
TATA MOTORS LTD. INR 2	-	162,431	-	102,125	60,306
UMW HOLDINGS BHD MYR0.50	104,500	-	-	104,500	-
Consumer Staples					
BIG C SUPERCENTER PCL-NVDR THB10(NVDR)	-	52,000	-	31,619	20,381
BRITISH AMERICAN TOBACCO BHD ORD MYR0.50	-	17,800	-	10,562	7,238
CHAROEN POKPHAND FOODS-NVDR THB1(NVDR)	500,500	-	-	500,500	-
CHAROEN POKPHAND INDONESIA PT IDR10	1,171,500	-	-	1,171,500	-
CHINA AGRI-INDUSTRIES HLDGS HKD0.10	-	147,000	-	7,000	140,000
CHINA HUIZHAN DAIR HKD0.1	-	378,000	-	18,000	360,000
CHINA MENGNIU DAIRY CO HKD0.1	-	220,000	-	143,810	76,190
CHINA RESOURCES ENTERPRISE	220,000	-	-	220,000	-
CP ALL PCL	715,000	24,700	-	472,176	267,524
FELDA GLOBAL VENTU MYR1	308,000	-	-	308,000	-
GUDANG GARAM TBK PT IDR500	-	30,200	-	1,438	28,762
HENGAN INTL GROUP CO LTD HKD0.10	137,500	12,000	-	98,071	51,429
HINDUSTAN UNILEVER LIMITED INR1	116,930	2,743	-	77,701	41,972
INDOFOOD CBP SUKSES MAKMUR T IDR100	-	79,800	-	3,800	76,000
INDOFOOD SUKSES MAKMUR TBK P	715,000	-	-	715,000	-
IOI CORPORATION BHD MYR0.10	467,500	-	-	467,500	-
ITC LTD INR1	308,440	19,772	-	203,902	124,310
NESTLE INDIA LTD INR10	3,740	-	-	3,740	-
PPB GROUP BERHAD	-	79,900	-	45,900	34,000
PRESIDENT CHAIN STORE CORP	110,000	-	-	71,905	38,095
SUN ART RETAIL GRO HKD0.30	357,500	17,500	-	238,333	136,667

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

For the year from 1 April 2014 to 31 March 2015

S&P Emerging Asia Consumer ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2014	Additions	Corporate actions	Disposals	Closing holdings at 31 March 2015
Consumer Staples (continued)					
THAI BEVERAGE PCL THBI	1,650,000	-	-	1,650,000	-
TINGYI (CAYMAN ISLN) HLDG CO USD 0.005	330,000	-	-	330,000	-
TSINGTAO BREWERY CO LTD-H 'H'CNYI	-	22,000	-	1,048	20,952
UNILEVER INDONESIA TBK PT	187,000	7,200	-	123,343	70,857
UNI-PRESIDENT CHINA HOLDINGS	-	125,000	-	5,952	119,048
UNI-PRESIDENT ENTERPRISES CO TWD10	715,000	69,000	39,600	507,424	316,176
UNITED SPIRITS LIMITED INR10	-	12,760	-	9,304	3,456
UNIVERSAL ROBINA CORP PHP1	138,050	-	-	138,050	-
WANT WANT CHINA HOLDINGS LTD USD0.02	1,100,000	55,000	-	722,619	432,381

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

For the year from 1 April 2014 to 31 March 2015

S&P Global Consumer Brands ETF

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2014	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2015
Consumer Discretionary					
ADIDAS AG NPV (REGD)	7,076	-	-	7,076	-
BAYERISCHE MOTOREN WERKE AG EUR1	6,866	-	-	2,354	4,512
BRIDGESTONE CORPORATION NPV	21,600	-	-	7,200	14,400
CHRISTIAN DIOR EUR2	4,067	338	-	1,405	3,000
CIE FINANCIERE RICHEMON-REG CHF1.00 (REG) SER 'A'	8,100	600	-	1,788	6,912
CONTINENTAL AG NPV	3,272	178	-	1,026	2,424
DAIMLER AG-REGISTERED SHARES ORD NPV(REGD)	8,449	551	-	3,168	5,832
DENSO CORP NPV	15,300	900	-	4,136	12,064
FORD MOTOR CO COM STK USD0.01	50,300	-	-	50,300	-
GALAXY ENTERTAINMENT GROUP L HKD0.10	83,000	55,000	-	18,400	119,600
HENNES & MAURITZ AB-B SHS SER'B'NPV	17,194	-	-	3,438	13,756
HERMES INTERNATIONAL NPV	-	1,800	361	361	1,800
HONDA MOTOR CO LTD NPV	21,300	-	-	4,212	17,088
HYUNDAI MOBIS KRW5000	2,746	482	-	564	2,664
HYUNDAI MOTOR CO KRW5000	3,550	974	-	708	3,816
INDITEX ITX	5,354	-	21,416	7,234	19,536
KERING EUR4	3,962	-	-	1,202	2,760
KIA MOTORS CORPORATION KRW5000	14,808	4,032	-	4,584	14,256
LAS VEGAS SANDS CORP COM USD0.001	9,200	4,096	-	2,328	10,968
LVMH MOET HENNESSY LOUIS VUI EUR0.30	4,293	250	-	1,375	3,168
MCDONALD'S CORP COM USD0.01	7,800	-	-	1,560	6,240
MICHELIN (CGDE)	6,240	900	-	1,428	5,712
NIKE INC -CL B CLASS'B'COM NPV	9,700	-	-	3,700	6,000
NISSAN MOTOR CO LTD	90,100	-	-	37,300	52,800
PRICELINE.COM INC COM STK USD0.008	600	30	-	126	504
SANDS CHINA LTD USD0.01	96,400	71,600	-	24,000	144,000
SWATCH GROUP AG/THE-BR	1,206	396	-	282	1,320
TOYOTA MOTOR CORP NPV	13,900	-	-	4,300	9,600
TWENTY-FIRST CENTURY FOX INC	-	21,000	-	4,200	16,800
VOLKSWAGEN AG-PREF NON VTG PRF NPV	3,062	178	-	1,056	2,184
WPP PLC ORD GBP0.10	37,757	-	-	12,917	24,840
YUM! BRANDS INC COM NPV	10,100	190	-	2,874	7,416

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

For the year from 1 April 2014 to 31 March 2015

S&P Asia ex JANZ Financials ETF

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2014	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2015
Financials					
AGRICULTURAL BANK OF CHINA-H 'H'CNY1	68,000	-	-	-	68,000
AIA GROUP LTD USD1.00	27,200	7,200	-	1,200	33,200
AMMB HOLDINGS BHD MYR1	2,800	-	-	-	2,800
AXIS BANK LTD AXSB	664	-	2,656	-	3,320
AYALA CORPORATION PHP50	680	-	-	-	680
AYALA LAND INC PHP1	16,400	-	-	-	16,400
BANGKOK BANK PUBLIC CO-NVDR THB10 (NVDR)	1,200	-	-	-	1,200
BANK CENTRAL ASIA TBK PT IDR62.50	40,000	-	-	3,200	36,800
BANK DANAMON INDONESIA TBK IDR50000 SER 'A' & 'B'	10,000	-	-	10,000	-
BANK MANDIRI TBK PT	28,000	-	-	-	28,000
BANK NEGARA INDONESIA PT LKD SHS(IDR7500 & IDR375)	22,000	-	-	-	22,000
BANK OF AYUDHYA PUBLIC-NVDR THB10(NVDR)	8,400	-	-	4,400	4,000
BANK OF CHINA LTD-H 'H'HKD1	200,000	-	-	8,000	192,000
BANK OF COMMUNICATIONS CO-H 'H'CNY1.00	24,000	32,000	-	-	56,000
BANK OF PHILIPPINE ISLANDS	4,120	-	-	-	4,120
BANK RAKYAT INDONESIA PERSER IDR250	30,000	-	-	-	30,000
BDO UNIBANK INC	4,160	-	-	-	4,160
BOC HONG KONG HOLDINGS LTD HKD5	10,000	-	-	-	10,000
CAPITALAND LTD NPV	8,000	-	-	-	8,000
CAPITAMALL TRUST NPV (REIT)	8,000	-	-	-	8,000
CAPITAMALLS ASIA LTD NPV	4,000	-	(4,000)	-	-
CATHAY FINANCIAL HOLDING CO	22,032	-	1,101	-	23,133
CENTRAL PATTANA PCL-NVDR THB1(NVDR)	4,000	-	-	-	4,000
CHAILEASE HOLDING CO LTD TWD10	-	4,000	-	-	4,000
CHANG HWA COMMERCIAL BANK	12,000	-	240	-	12,240
CHEUNG KONG HOLDINGS LTD HKD0.50	4,000	-	(4,000)	-	-
CHINA CINDA ASSET MANEGEME-H	-	28,000	-	-	28,000
CHINA CITIC BANK CORP LTD-H	24,000	-	-	-	24,000
CHINA CONSTRUCTION BANK-H 'H'CNY1	236,000	-	-	8,000	228,000
CHINA DEVELOPMENT FINANCIAL	40,000	-	-	-	40,000
CHINA LIFE INSURANCE CO LTD TWD10	9,680	-	968	2,648	8,000
CHINA LIFE INSURANCE CO-H 'H'CNY1	20,000	-	-	-	20,000
CHINA MERCHANTS BANK - H 'H'CNY1	14,000	-	-	2,000	12,000
CHINA MINSHENG BANKING-H 'H'CNY1	16,000	-	3,200	-	19,200
CHINA OVERSEAS LAND & INVEST HKD0.10	8,000	4,000	-	-	12,000
CHINA PACIFIC INSURANCE GR-H 'H'CNY1	5,600	-	-	-	5,600
CHINA RESOURCES LAND LTD HKD0.10	8,000	-	-	2,000	6,000
CHINA VANKE CO LTD -B 'B'CNY1	4,000	-	(4,000)	-	-
CHINA VANKE CO LTD-H	-	-	4,000	-	4,000
CIMB GROUP HOLDINGS BHD MYR1	6,800	-	-	-	6,800
CITIC SECURITIES CNY1 'H'	2,000	-	-	-	2,000
CK HUTCHISON HOLDINGS LTD	-	-	4,000	500	3,500
COUNTRY GARDEN HOLDINGS CO HKD0.10	20,000	-	-	-	20,000
COUNTRY GARDEN HOLDINGS-RIGHTS (08OCT14)	-	-	1,333	1,333	-
CTBC FINANCIAL HOLDING CO LT TWD10 (formerly known as CHINATRUST FINANCIAL HOLDING TWD10)	44,000	-	1,627	5,627	40,000
DALIAN WANDA COMMERCIAL PR-H 3699	-	1,600	-	-	1,600
DBS GROUP HOLDINGS LTD NPV	4,000	800	-	-	4,800
E.SUN FINANCIAL HOLDINGS CO TWD10	16,000	-	1,426	-	17,426
FIRST FINANCIAL HOLDING CO TWD10	20,000	-	1,400	-	21,400
FUBON FINANCIAL HOLDING CO	20,000	-	-	-	20,000

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STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

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S&P Asia ex JANZ Financials ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2014	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2015
Financials (continued)					
GLOBAL LOGISTIC PROPERTIES L NPV	8,000	-	-	-	8,000
HAITONG SECURITIES 'H'CNY1	4,800	-	-	-	4,800
HANA FINANCIAL GROUP KRW5000	840	-	-	-	840
HANG LUNG PROPERTIES LTD HKD1	8,000	-	-	2,000	6,000
HANG SENG BANK HKD5	2,000	-	-	-	2,000
HANWHA LIFE INSURANCE CO LTD KRW5000	720	-	-	-	720
HDFC BANK LTD INR2	3,392	-	-	-	3,392
HENDERSON LAND DEVELOPMENT HKD2	4,000	-	400	1,000	3,400
HONG KONG EXCHANGES & CLEAR HKD1	3,200	-	-	-	3,200
HONG LEONG BANK BERHAD	1,200	-	-	-	1,200
HONG LEONG FINANCIAL GROUP MYR1	800	-	-	-	800
HONGKONG LAND HOLDINGS LTD ORD USD0.10(SING REG)(USD)	4,000	-	-	800	3,200
HOUSING DEVELOPMENT FINANCE INR2	4,472	-	-	134	4,338
HUA NAN FINANCIAL HOLDINGS C	20,000	-	600	-	20,600
ICICI BANK LTD INR10(100%DEMAT)	1,632	-	6,528	-	8,160
IND & COMM BK OF CHINA-H 'H'CNY1	236,000	-	-	8,000	228,000
INDUSTRIAL BANK OF KOREA KRW5000	480	-	-	-	480
KASIKORNBANK PCL-NVDR THB10 (NVDR)	3,600	-	-	400	3,200
KB FINANCIAL GROUP INC KRW5000	1,120	-	-	-	1,120
KJB FINANCIAL GROUP CO LTD	-	-	64	64	-
KLCC PROPERTY HOLDINGS BHD	1,200	-	-	-	1,200
KNB FINANCIAL GROUP CO LTD	-	-	97	97	-
KOTAK MAHINDRA BANK LTD INR5	780	-	-	-	780
KRUNG THAI BANK - NVDR THB5.15(NVDR)	10,000	-	-	-	10,000
LAND & HOUSES PUB - NVDR THB1(NVDR)	-	8,800	-	-	8,800
LINK REIT NPV	6,000	500	-	-	6,500
LONGFOR PROPERTIES HKD0.10	4,000	-	-	-	4,000
MALAYAN BANKING BHD MYR1	7,600	-	-	-	7,600
MEGA FINANCIAL HOLDING CO LT TWD10	26,000	-	-	-	26,000
METROPOLITAN BANK & T - RIGHTS 27MAR15	-	-	507	507	-
METROPOLITAN BANK & TRUST PHP20	3,200	-	-	-	3,200
NEW CHINA LIFE INSURANCE C-H	1,600	-	-	-	1,600
OVERSEA-CHINESE BANKING CORP NPV	8,000	-	-	400	7,600
OVERSEA-CHINESE BANKING-R 15SEP14	-	-	1,000	1,000	-
PEOPLE'S INSURANCE 'H'CNY1	20,000	-	-	-	20,000
PICC PROPERTY & CASUALTY -H 'H'CNY1	8,000	4,000	-	-	12,000
PICC PROPERTY & CASUALTY-RIGHTS 02DEC14	-	-	720	720	-
PING AN INSURANCE GROUP CO-H 'H'CNY1	6,000	500	-	-	6,500
PUBLIC BANK BERHAD-RIGHTS 18JUL14	-	-	320	320	-
PUBLIC BK BHD MYR1	3,200	-	-	-	3,200
RHB CAPITAL BHD MYR1	2,000	-	-	-	2,000
RUENTEX DEVELOPMENT CO LTD TWD10	4,000	-	-	2,000	2,000
SAMSUNG FIRE & MARINE INS KRW500	108	-	-	12	96
SAMSUNG LIFE INSURANCE CO KRW5000	424	-	-	168	256
SHIMAO PROPERTY HOLDINGS LTD HKD0.10	4,000	-	-	-	4,000
SHIN KONG FINANCIAL HOLDING TWD10	24,000	-	1,301	-	25,301
SHINHAN FINANCIAL GROUP LTD KRW5000	1,360	-	-	-	1,360
SIAM COMMERCIAL BANK P-NVDR THB10 (NVDR)	4,400	-	-	-	4,400
SINGAPORE EXCHANGE LTD NPV	4,000	-	-	1,600	2,400
SINOPAC FINANCIAL HOLDINGS- RHTS 29OCT14	-	-	1,401	1,401	-
SINOPAC FINANCIAL HOLDINGS TWD10	24,000	-	1,939	-	25,939
SM PRIME HOLDINGS INC PHP1	22,000	-	-	-	22,000
STATE BANK OF INDIA INR10	396	-	3,564	-	3,960

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STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

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S&P Asia ex JANZ Financials ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2014	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2015
Financials (continued)					
SUN HUNG KA-CW16	-	-	333	333	-
SUN HUNG KAI PROPERTIES HKD0.50	4,000	1,000	-	-	5,000
SWIRE PACIFIC LTD 'A' 'A' HKD0.60	2,000	-	-	500	1,500
SWIRE PROPERTIES LTD HKD1	3,200	-	-	-	3,200
TAISHIN FINANCIAL HOLDINGS TWD10	20,000	-	1,986	-	21,986
TAISHIN FINANCIAL HOL-RIGHTS (03APR2014)	969	-	-	969	-
TAIWAN COOPERATIVE FINAN- RIGHTS 16MAR15	-	-	2,093	2,093	-
TAIWAN COOPERATIVE FINANCIAL TWD0.10	16,000	-	800	-	16,800
TMB BANK PUBLIC CORP-NVDR THB10(NVDR)	-	60,000	-	-	60,000
UEM SUNRISE BHD MYR0.5	3,600	-	-	-	3,600
UNITED OVERSEAS BANK LTD NPV	4,000	-	-	-	4,000
WHARF HOLDINGS LTD HKD1	4,000	-	-	-	4,000
WOORI BANK 000030	-	-	839	-	839
WOORI FINANCE HLDG KRW5000	1,000	-	(1,000)	-	-
YUANTA FINANCIAL HOLDING CO LTD	28,000	-	700	-	28,700

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

For the year from 1 April 2014 to 31 March 2015

S&P Asia ex JANZ IT ETF

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2014	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2015
Information Technology					
ACER INC - RIGHTS 26JAN15	-	-	1,290	1,290	-
ACER INC TWD10	21,000	-	-	6,000	15,000
ADVANCED SEMICONDUCTOR ENGR TWD10	49,000	-	-	14,000	35,000
ADVANTECH CO LTD TWD10	2,000	-	198	2,198	-
ALIBABA GROUP HOLDING-SP ADR BABA	-	1,965	-	-	1,965
ASUSTEK COMPUTER INC TWD10	6,000	-	-	2,000	4,000
AU OPTRONICS CORP	70,000	-	-	30,000	40,000
BAIDU INC - SPON ADR SPONS ADS REPR 0.10 ORD CLS'A'USD0.00005	2,200	-	-	750	1,450
BOE TECHNOLOGY GROUP CO LT-B 'B'CNYI	-	10,500	-	3,500	7,000
CATCHER TECHNOLOGY CO LTD SHS	5,000	2,000	-	2,000	5,000
COMPAL ELECTRONICS	35,000	-	-	20,000	15,000
DAUM KAKAO CORP	-	65	-	-	65
DELTA ELECTRONICS INC TWD10	15,000	-	-	5,000	10,000
EPISTAR CORP TWD10	6,000	-	-	2,000	4,000
FIH MOBILE LTD	21,000	-	-	6,000	15,000
FLEXTRONICS INTL LTD COM USD0.01	4,900	-	-	1,825	3,075
FOXCONN TECHNOLOGY CO LTD	7,000	-	350	2,000	5,350
HCL TECHNOLOGIES LTD INR2	1,708	-	1,220	488	2,440
HON HAI PRECISION INDUSTRY TWD10	90,000	8,000	10,800	43,800	65,000
HTC CORP TWD10	6,000	-	-	2,000	4,000
INFOSYS LTD	3,867	-	3,867	2,564	5,170
INNOLUX CORP	65,000	-	-	25,000	40,000
INNOLUX CORP RIGHTS 04/08/2014	-	-	4,884	4,884	-
INOTERA MEMORIES INC TWD10	18,000	-	-	8,000	10,000
INVENTEC CO LTD	24,000	-	-	14,000	10,000
LARGAN PRECISION CO LTD TWD10	1,000	-	-	-	1,000
LENOVO GROUP LTD HKD0.025	50,000	-	-	20,000	30,000
LG DISPLAY CO LTD	1,820	-	-	645	1,175
LITE-ON TECHNOLOGY CORP ORD	17,000	-	85	7,085	10,000
MEDIATEK INC	12,000	-	-	4,000	8,000
NANYA TECHNOLOGY CORPORATION	28,000	-	(25,198)	2,802	-
NAVER CORP (formerly known as NHN CORP KRW500)	238	-	-	83	155
NETEASE INC-ADR ADR EACH REPR 25 COM STK USD0.0001	600	-	-	200	400
NOVATEK MICROELECTRONICS COR TWD10	5,000	-	-	2,000	3,000
PEGATRON CORP TWD10	14,000	-	-	4,000	10,000
QUANTA COMPUTER INC	21,000	-	-	6,000	15,000
SAMSUNG ELECTRONICS CO LTD	968	-	-	338	630
SAMSUNG ELECTRONICS-PFD PFD KRW5000	183	-	-	88	95
SAMSUNG SDI CO LTD KRW5000	301	133	-	149	285
SAMSUNG SDS CO LTD 018260	-	35	-	-	35
SILICONWARE PRECISION INDS TWD10	23,000	-	-	8,000	15,000
SK C&C CO LTD KRW5000	-	154	-	49	105
SK HYNIX INC	4,500	-	-	1,440	3,060
SYNNEX TECHNOLOGY INTL CORP	10,000	-	-	5,000	5,000
TAIWAN SEMICONDUCTOR MANUFACTURING CO LTD	147,000	-	-	52,000	95,000
TATA CONSULTANCY SVS LTD INR1	3,764	-	-	1,269	2,495
TECH MAHINDRA LTD INR10	-	896	1,800	296	2,400
TENCENT HOLDINGS LTD	8,400	-	33,600	13,000	29,000
TPK HOLDING CO LTD TWD10	2,000	-	-	2,000	-
UNITED MICROELECTRONICS CORP	98,000	-	-	38,000	60,000
WIPRO LTD	4,823	-	-	1,703	3,120
WISTRON CORP TWD10	19,000	-	380	6,000	13,380
WPG HOLDINGS CO LTD TWD10	12,000	-	-	4,000	8,000
ZHEN DING TECHNOLOGY HOLDING	3,000	-	-	3,000	-
ZTE CORP-H 'H'CNYI	5,600	-	-	2,600	3,000

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

For the year from 1 April 2014 to 31 March 2015

S&P Asia ex JANZ Industrials ETF

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2014	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2015
Industrials					
ABOITIZ EQUITY VENTURES INC PHP1	32,000	-	-	10,000	22,000
ADANI ENTERPRISES LTD INR1	-	2,636	-	-	2,636
ADANI PORTS AND SPECIAL ECONOMIC ZONE	-	4,872	-	-	4,872
AIR CHINA LIMITED-H 'H' CNY1	30,000	-	-	10,000	20,000
AIRPORTS OF THAILAND PC-NVDR THB10(NVDR)	6,000	-	-	2,000	4,000
ALLIANCE GLOBAL GROUP INC PHP1	59,500	-	-	19,100	40,400
BEIJING ENTERPRISES HLDGS HKD0.10	7,500	-	-	2,500	5,000
BHARAT HEAVY ELECTRICALS INR2	8,525	-	-	2,869	5,656
CHEIL INDUSTRIES INC 028260	-	480	-	-	480
CHINA AIRLINES CHAIR 0 06/30/07	35,000	-	-	35,000	-
CHINA CNR CORP LTD	-	18,000	-	1,000	17,000
CHINA COMMUNICATIONS CONST-H 'H' CNY1	60,000	-	-	16,000	44,000
CHINA MERCHANTS HLDGS INTL HKD0.10	16,000	4,000	-	4,000	16,000
CHINA RAILWAY CONSTRUCTIO-H 'H' CNY1	25,000	-	-	8,000	17,000
CHINA RAILWAY GROUP LTD-H 'H' CNY1	55,000	-	-	18,000	37,000
CITIC LTD 267	-	56,000	-	3,000	53,000
CRRC CORP LTD	25,000	-	-	7,000	18,000
DMCI HOLDINGS INC PHP1	14,500	-	39,680	4,580	49,600
EVA AIRWAYS CORP	25,000	-	-	25,000	-
EVERGREEN MARINE TWD10	25,000	-	-	9,000	16,000
FAR EASTERN NEW CENTURY CORP	53,000	-	840	17,840	36,000
GAMUDA BHD ORD MYR1.00	-	18,000	-	-	18,000
HIWIN TECHNOLOGIES CORP TWD10	2,000	-	60	-	2,060
HUTCHISON PORT HOLDINGS TR-U HUTCHISON PORT HOLDINGS TR-U	76,000	-	-	24,000	52,000
HUTCHISON WHAMPOA LTD	32,000	-	-	11,000	21,000
HYUNDAI ENGINEERING & CONST KRW5000	1,050	-	-	334	716
HYUNDAI GLOVIS CO LTD	249	-	-	81	168
HYUNDAI HEAVY INDUSTRIES KRW5000	677	-	-	209	468
INTL CONTAINER TERM SVCS INC	11,200	-	-	3,280	7,920
JARDINE MATHESON HLDGS LTD ORD USD0.25	2,800	400	-	600	2,600
JARDINE STRATEGIC HLDGS LTD ORD USD0.05(SINGAPORE REG)	3,000	-	-	1,200	1,800
JASA MARGA (PERSERO) TBK PT IDR500	30,000	-	-	9,600	20,400
JG SUMMIT HOLDINGS INC PHP1	39,500	-	-	11,340	28,160
KCC CORP	-	52	-	-	52
KEPPEL CORP LTD NPV	20,000	-	-	5,900	14,100
LARSEN & TOUBRO LIMITED INR2	3,210	-	-	1,062	2,148
LG CORP KRW5000	1,853	-	-	561	1,292
MALAYSIA AIRPORTS HLDGS BHD MYR1	-	5,200	-	-	5,200
MALAYSIA AIRPORTS HOLDING - RGTS 19MAR15	-	-	1,040	1,040	-
MISC BHD MYR1	13,500	-	-	3,500	10,000
MTR CORP HKD1	19,000	-	-	5,500	13,500
SAMSUNG C&T CORP KRW5000	1,810	-	-	546	1,264
SAMSUNG HEAVY INDUSTRIES KRW5000	2,550	-	-	770	1,780
SAN MIGUEL CORP PHP5	13,750	-	-	4,190	9,560
SEMBCORP INDUSTRIES LTD NPV	13,000	-	-	5,000	8,000
SEMBCORP MARINE LTD NPV	11,000	-	-	3,000	8,000

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STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

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S&P Asia ex JANZ Industrials ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2014	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2015
Industrials (continued)					
SHANGHAI ELECTRIC GRP CO L-H 'H' CNYI	40,000	-	-	8,000	32,000
SIME DARBY BERHAD	35,700	-	-	10,500	25,200
SINGAPORE AIRLINES LTD NPV	7,000	-	-	2,000	5,000
SINGAPORE TECH ENGINEERING	22,000	-	-	7,200	14,800
SK HOLDINGS KR W5000	358	-	-	110	248
SM INVESTMENTS CORP PHP10	4,500	-	-	1,340	3,160
TAIWAN GLASS IND CORP TWD10	15,000	-	-	5,000	10,000
UNITED TRACTORS TBK PT IDR250	21,600	-	-	6,400	15,200
WESTPORTS HOLDINGS MYR0.1	-	12,000	-	-	12,000
ZOOMLION HEAVY INDUSTRY SCIENC	21,000	-	-	21,000	-

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

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S&P Asia ex JANZ Energy ETF

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2014	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2015
Energy					
ADARO ENERGY TBK PT IDR100	164,000	-	-	-	164,000
BHARAT PETROLEUM CORP LTD INR10	-	1,796	-	-	1,796
BUMI ARMADA BERHAD MYR0.20	10,400	9,200	5,200	6,400	18,400
BUMI ARMADA BERHAD-RIGHTS (30SEP14)	-	-	5,200	5,200	-
CAIRN INDIA LTD INR10	4,696	-	-	-	4,696
CHINA COAL ENERGY CO - H 'H'CNY1	44,000	-	-	-	44,000
CHINA OILFIELD SERVICES-H 'H'CNY1	16,000	2,000	-	-	18,000
CHINA PETROLEUM & CHEMICAL CORP	264,000	-	-	10,000	254,000
CHINA SHENHUA ENERGY CO - H 'H'CNY1.00	36,000	-	-	2,000	34,000
CNOOC LTD	164,000	-	-	4,000	160,000
COAL INDIA LTD INR10	6,512	6,070	-	-	12,582
FORMOSA PETROCHEMICAL CORP TWD10	16,000	-	-	-	16,000
INDIAN OIL CORPORATION LTD INR10	2,504	-	-	-	2,504
KUNLUN ENERGY COMPANY LTD HKD0.01	32,000	-	-	-	32,000
OIL & NATURAL GAS CORP LTD INR5	18,524	-	-	615	17,909
OIL INDIA LTD INR10	1,424	-	-	-	1,424
PETROCHINA CO LTD	216,000	-	-	6,000	210,000
PETRONAS DAGANGAN BHD	2,400	-	-	-	2,400
PTT EXPLORTN & PRD THB1(NVDR)	14,400	-	-	-	14,400
PTT PCL-NVDR	8,800	-	-	400	8,400
RELIANCE INDUSTRIES LTD	16,312	624	-	1,144	15,792
SAPURAKENCANA PETROLEUM BHD	27,200	-	-	-	27,200
SK INNOVATION CO LTD	572	64	-	16	620
S-OIL CORPORATION KRW2500	428	-	-	-	428
THAI OIL PCL-NVDR THB10(NVDR)	8,400	-	-	-	8,400
YANZHOU COAL MINING CO-H 'H'CNY1	16,000	-	-	16,000	-

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

For the year from 1 April 2014 to 31 March 2015

S&P Asia ex JANZ Materials ETF

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2014	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2015
Materials					
ALUMINUM CORP OF CHINA LTD-H 'H'CNY1	84,000	-	-	12,000	72,000
ANHUI CONCH CEMENT CO LTD-H 'H'CNY1	27,000	-	-	1,500	25,500
ASIA CEMENT CORP TWD10	48,000	-	960	3,000	45,960
ASIAN PAINTS LTD INR1	6,042	-	-	510	5,532
CHINA STEEL CORP	252,000	-	5,040	17,040	240,000
FORMOSA CHEM N FIB TWD10	72,000	-	-	6,000	66,000
FORMOSA PLASTICS CORP TWD10	102,000	-	-	8,000	94,000
HINDUSTAN ZINC LTD INR2	5,328	-	-	-	5,328
HYUNDAI STEEL CO KRW5000	1,182	252	-	-	1,434
INDOCEMENT TUNGGAL PRAKARSA TBK	27,000	-	-	-	27,000
INDORAMA VENTURES PCL-NVDR					
THB1(NVDR)	-	33,600	-	-	33,600
JIANGXI COPPER COMPANY LTD-H 'H'CNY1	30,000	-	-	3,000	27,000
KOREA ZINC CO LTD	264	-	-	18	246
LG CHEM LTD KRW5000	918	-	-	60	858
LG CHEM LTD-PREFERENCE	162	-	-	60	102
LOTTE CHEMICAL CORP	336	-	-	18	318
NAN YA PLASTICS CORP TWD10	108,000	-	-	-	108,000
NMDC LIMITED INR1	16,656	-	-	1,278	15,378
PETRONAS CHEMICALS GROUP BHD	40,200	-	-	3,000	37,200
POSCO	1,614	-	-	60	1,554
PTT GLOBAL CHEMICAL PCL-NVDR					
THB10(NVDR)	34,800	-	-	2,400	32,400
SEMEN INDONESIA PERSERO TBK IDR100	60,000	-	-	3,600	56,400
SESA STERLITE LIMITED	-	22,998	-	-	22,998
SIAM CEMENT PCL- NVDR	6,000	-	-	200	5,800
SINOPEC YIZHENG CHEMICAL-H 'H'CNY1	-	36,000	-	-	36,000
TAIWAN CEMENT TWD10	66,000	-	-	3,000	63,000
TAIWAN FERTILIZER CO LTD TWD10	12,000	-	-	-	12,000
TATA STEEL LIMITED INR10	4,896	-	-	432	4,464
ULTRATECH CEMENT LTD	1,380	-	-	126	1,254
ZIJIN MINING GROUP CO LTD-H 'H'CNY0.1	120,000	-	-	12,000	108,000

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

For the year from 1 April 2014 to 31 March 2015

MSCI China ETF

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2014	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2015
Consumer Discretionary					
ALIBABA PICTURES GROUP LTD	-	230,000	-	-	230,000
ANTA SPORTS PRODUCTS LTD HKD0.10	70,000	-	-	26,000	44,000
BELLE INTERNATIONAL HOLDINGS HKD0.01	280,000	29,000	-	97,000	212,000
BRILLIANCE CHINA AUTOMOTIVE USD0.01	140,000	16,000	-	18,000	138,000
BYD CO LTD-H 'H'CNY1	35,000	-	-	4,500	30,500
DONGFENG MOTOR GRP CO LTD-H 'H'CNY1	140,000	-	-	18,000	122,000
GEELY AUTOMOBILE HOLDINGS LT HKD0.02	350,000	-	-	115,000	235,000
GOME ELECTRICAL APPLIANCES HKD0.025	560,000	-	-	72,000	488,000
GREAT WALL MOTOR COMPANY-H 'H'CNY1	70,000	-	-	23,000	47,000
GUANGZHOU AUTOMOBILE GROUP-H 'H' CNY1	140,000	-	-	18,000	122,000
HAIER ELECTRONICS GROUP CO HKD0.1 (POST CONS)	70,000	-	-	22,000	48,000
INTIME RETAIL GROUP CO LTD	70,000	-	-	70,000	-
SHENZHOU INTERNATIONAL GROUP HKD0.10	-	25,000	-	-	25,000
ZHONGSHENG GROUP HOLDINGS HKD0.0001 REG'S	35,000	-	-	35,000	-
Consumer Staples					
CHINA AGRI-INDUSTRIES HLDGS HKD0.10	140,000	-	-	18,000	122,000
CHINA HUIZHAN DAIR HKD0.1	-	350,000	-	106,000	244,000
CHINA MENGNIU DAIRY CO HKD0.1	70,000	-	-	9,000	61,000
CHINA RESOURCES ENTERPRISE	-	54,000	-	-	54,000
HENGAN INTL GROUP CO LTD HKD0.10	35,000	2,500	-	4,500	33,000
SUN ART RETAIL GRO HKD0.30	140,000	-	-	18,000	122,000
TINGYI (CAYMAN ISLN) HLDG CO USD 0.005	140,000	-	-	52,000	88,000
TSINGTAO BREWERY CO LTD-H 'H'CNY1	-	16,000	-	-	16,000
UNI-PRESIDENT CHINA HOLDINGS	70,000	-	-	9,000	61,000
UNI-PRESIDENT CHINA HOLD-RTS 17JUN14	-	-	14,000	14,000	-
WANT WANT CHINA HOLDINGS LTD USD0.02	350,000	23,000	-	106,000	267,000
Energy					
CHINA COAL ENERGY CO - H 'H'CNY1	210,000	-	-	27,000	183,000
CHINA OILFIELD SERVICES-H 'H'CNY1	140,000	-	-	60,000	80,000
CHINA PETROLEUM & CHEMICAL-H	1,400,000	-	-	260,000	1,140,000
CHINA SHENHUA ENERGY CO - H 'H'CNY1.00	175,000	-	-	22,500	152,500
CNOOC LTD HKD0.02	980,000	-	-	187,000	793,000
KUNLUN ENERGY COMPANY LTD HKD0.01	140,000	24,000	-	18,000	146,000
PETROCHINA CO LTD	1,120,000	-	-	184,000	936,000
YANZHOU COAL MINING CO-H 'H'CNY1	140,000	-	-	56,000	84,000

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

For the year from 1 April 2014 to 31 March 2015

MSCI China ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2014	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2015
Financials					
AGILE PROPERTY HOLDING- RIGHTS 11NOV14	-	-	17,500	17,500	-
AGILE PROPERTY HOLDINGS LTD HKD0.10	140,000	-	-	140,000	-
AGRICULTURAL BANK OF CHINA-H 'H'CNY1	1,120,000	-	-	144,000	976,000
BANK OF CHINA LTD-H 'H'HKD1	3,990,000	210,000	-	643,000	3,557,000
BANK OF COMMUNICATIONS CO-H 'H'CNY1.00	490,000	-	-	100,000	390,000
CHINA CINDA ASSET MANAGEME-H	210,000	70,000	-	36,000	244,000
CHINA CITIC BANK CORP LTD-H	420,000	-	-	54,000	366,000
CHINA CONSTRUCTION BANK-H 'H'CNY1	3,850,000	70,000	-	689,000	3,231,000
CHINA EVERBRIGHT BANK CO L-H 'H'CNY1	-	140,000	-	18,000	122,000
CHINA EVERBRIGHT LIMITED HKD1	-	38,000	-	-	38,000
CHINA GALAXY SECURITIES CO-H CHINA GALAXY SECURITIES CO-H	-	69,000	-	8,000	61,000
CHINA LIFE INSURANCE CO-H 'H'CNY1	420,000	-	-	87,000	333,000
CHINA MERCHANTS BANK - H 'H'CNY1	245,000	-	-	31,500	213,500
CHINA MINSHENG BANKING-H 'H'CNY1	280,000	-	56,000	45,000	291,000
CHINA OVERSEAS GRAND OCEANS HKD0.50	70,000	-	-	70,000	-
CHINA OVERSEAS LAND & INVEST HKD0.10	280,000	-	-	98,000	182,000
CHINA PACIFIC INSURANCE GR-H 'H'CNY1	140,000	-	-	23,600	116,400
CHINA RESOURCES LAND LTD HKD0.10	140,000	-	-	38,000	102,000
CHINA RESOURCES LAND LTD- RIGHTS 30JAN15	-	-	27,111	27,111	-
CHINA SOUTH CITY HOLDINGS HKD0.01	-	138,000	-	16,000	122,000
CHINA TAIPING INSURANCE HOLDIN	42,000	5,600	8,820	7,200	49,220
CHINA VANKE CO LTD-H CHINA VANKE CO LTD-H	-	70,000	-	9,000	61,000
CHONGQING RURAL COMMERCIAL-H CNY1 H SHARE	140,000	-	-	18,000	122,000
CITIC SECURITIES CNY1 'H'	70,000	-	-	23,500	46,500
COUNTRY GARDEN HOLDINGS CO HKD0.10	210,000	70,000	-	36,000	244,000
COUNTRY GARDEN HOLDINGS-RIGHTS (08OCT14)	-	-	18,666	18,666	-
EVERGRANDE REAL ESTATE GROUP USD0.01	350,000	-	-	106,000	244,000
FAR EAST HORIZON L HKD0.01 REG S	70,000	-	-	9,000	61,000
FRANSHION PROPERTIES HKD1	140,000	-	-	18,000	122,000
GREENTOWN CHINA HOLDINGS HKD0.10	35,000	-	-	35,000	-
GUANGZHOU R&F PROPERTIES - H 'H'CNY0.25(POST SUBD)	56,000	-	-	7,200	48,800
HAITONG SECURITIES 'H'CNY1	56,000	28,000	-	25,200	58,800
IND & COMM BK OF CHINA-H 'H'CNY1	3,920,000	70,000	-	679,000	3,311,000
LONGFOR PROPERTIES HKD0.10	70,000	-	-	9,000	61,000
NEW CHINA LIFE INSURANCE C-H	42,000	-	-	11,500	30,500
NEW WORLD CHINA LAND LTD HKD0.10	140,000	-	-	18,000	122,000
PEOPLE'S INSURANCE 'H'CNY1	280,000	70,000	-	45,000	305,000
PICC PROPERTY & CASUALTY -H 'H'CNY1	140,000	30,000	-	18,000	152,000

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

For the year from 1 April 2014 to 31 March 2015

MSCI China ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2014	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2015
Financials (continued)					
PICC PROPERTY & CASUALTY-RIGHTS 02DEC14	-	-	12,600	12,600	-
PING AN INSURANCE GROUP CO-H 'H' CNY1	105,000	24,500	-	13,500	116,000
POLY PROPERTY GROUP CO LTD	140,000	-	-	140,000	-
SHIMAO PROPERTY HOLDINGS LTD HKD0.10	70,000	-	-	9,000	61,000
SHUI ON LAND LTD USD0.0025	175,000	-	-	22,500	152,500
SINO-OCEAN LAND HOLDINGS HKD0.80	175,000	-	-	22,500	152,500
SOHO CHINA LTD HKD0.02	105,000	-	-	13,500	91,500
YUEXIU PROPERTY CO LTD ORD HKD0.10	280,000	-	92,400	52,000	320,400
Health Care					
CHINA MEDICAL SYSTEM HOLDING USD0.005(POST BOARD LOT)	-	69,000	-	8,000	61,000
CSPC PHARMACEUTICAL GROUP LTD	140,000	-	-	18,000	122,000
SHANDONG WEIGAO GP MEDICAL-H 'H' CNY0.1	-	88,000	-	-	88,000
SHANGHAI FOSUN PHARMACEUTICAL GROUP CO LTD	-	35,000	-	16,500	18,500
SHANGHAI PHARMACEU 'H' CNY1	35,000	-	-	4,500	30,500
SIHUA PHARMACEUTICAL HOLDINGS GROUP LIMITED	140,000	-	140,000	97,000	183,000
SINO BIOPHARMACEUTICAL HKD0.025 (POST CONS)	280,000	-	-	148,000	132,000
SINOPHARM GROUP CO-H 'H' CNY1	56,000	6,000	-	7,200	54,800
Industrials					
AIR CHINA LIMITED-H 'H' CNY1	140,000	-	-	60,000	80,000
AVICHINA INDUSTRY & TECH-H 'H' CNY1	-	96,000	-	-	96,000
BEIJING CAPITAL INTL AIRPO-H 'H' CNY1	140,000	-	-	72,000	68,000
BEIJING ENTERPRISES HLDGS HKD0.10	35,000	-	-	11,500	23,500
CHINA CNR CORP LTD	-	87,000	-	-	87,000
CHINA COMMUNICATIONS CONST-H 'H' CNY1	210,000	-	-	27,000	183,000
CHINA COSCO HOLDINGS-H 'H' CNY1.00	140,000	-	-	18,000	122,000
CHINA EVERBRIGHT INTL LTD HKD0.10	140,000	-	-	18,000	122,000
CHINA INTL MARINE 'H' CNY1	28,000	-	-	3,600	24,400
CHINA MERCHANTS HLDGS INTL HKD0.10	-	52,000	-	-	52,000
CHINA RAILWAY CONSTRUCTIO-H 'H' CNY1	105,000	-	-	13,500	91,500
CHINA RAILWAY GROUP LTD-H 'H' CNY1	210,000	-	-	27,000	183,000
CHINA SHIPPING CONTAINER-H 'H' CNY1	210,000	-	-	27,000	183,000
CHINA STATE CONSTRUCTION INT HKD0.025	140,000	-	-	62,000	78,000
CITIC LTD 267	70,000	70,000	-	39,000	101,000
COSCO PACIFIC LTD HKD0.10	140,000	-	-	60,000	80,000
CRRC CORP LTD	70,000	70,000	-	49,000	91,000
HAITIAN INTERNATIONAL HLDGS HKD0.10	-	28,000	-	-	28,000
JIANGSU EXPRESS CO LTD-H 'H' CNY1	-	54,000	-	-	54,000
SHANGHAI ELECTRIC GRP CO L-H 'H' CNY1	140,000	-	-	18,000	122,000
SHANGHAI INDUSTRIAL HLDG LTD HKD0.10	-	22,000	-	-	22,000
SINOPEC ENGINEERING GROUP-H SINOPEC ENGINEERING GROUP CO	70,000	-	-	9,000	61,000
SINOTRANS LIMITED-H 'H' SHARES CNY1	-	91,000	-	8,000	83,000
WEICHA POWER CO LTD-H 'H' CNY1	-	22,000	-	-	22,000
ZHEJIANG EXPRESSWAY CO-H 'H' CNY1	140,000	-	-	74,000	66,000
ZHUZHOU CSR TIMES ELECTRIC-H 'H' CNY1	35,000	-	-	12,000	23,000
ZOOMLION HEAVY INDUSTRY SCIENC	70,000	-	-	70,000	-

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

For the year from 1 April 2014 to 31 March 2015

MSCI China ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2014	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2015
Information Technology					
AAC TECHNOLOGIES HOLDINGS IN USD0.01(B/L 500)	35,000	-	-	4,500	30,500
GCL POLY ENERGY HOLDINGS LTD	560,000	-	-	72,000	488,000
HANERGY THIN FILM POWER GROU 566	560,000	138,000	-	142,000	556,000
KINGBOARD CHEMICALS HOLDINGS HKD0.10	35,000	-	-	4,500	30,500
KINGSOFT CORP LTD USD0.0005	-	30,000	-	-	30,000
LENOVO GROUP LTD HKD0.025	280,000	138,000	-	118,000	300,000
SEMICONDUCTOR MANUFACTURING USD0.0004	-	1,242,000	-	144,000	1,098,000
TENCENT HOLDINGS LTD	56,000	-	224,000	46,400	233,600
ZTE CORP-H 'H'CNY1	28,000	-	-	3,600	24,400
Materials					
ALUMINUM CORP OF CHINA LTD-H 'H'CNY1	140,000	54,000	-	18,000	176,000
ANHUI CONCH CEMENT CO LTD-H 'H'CNY1	70,000	-	-	14,500	55,500
BBMG CORPORATION - H	70,000	-	-	9,000	61,000
CHINA BLUECHEMICAL LTD - H 'H'CNY1	140,000	-	-	140,000	-
CHINA NATIONAL BUILDING MA-H 'H'CNY1	140,000	-	-	18,000	122,000
CHINA RESOURCES CEMENT HKD0.10'REG S'	140,000	-	-	18,000	122,000
FOSUN INTERNATIONAL HKD0.10	70,000	35,000	-	13,500	91,500
JIANGXI COPPER COMPANY LTD-H 'H'CNY1	70,000	-	-	9,000	61,000
LEE & MAN PAPER MANUFACTURIN HKD0.025	70,000	-	-	9,000	61,000
NINE DRAGONS PAPER HOLDINGS HKD0.1	70,000	22,000	-	9,000	83,000
SHOUGANG FUSHAN RESOURCES GR HKD0.10	140,000	-	-	140,000	-
SINOPEC SHANGHAI PETROCHEM-H 'H'CNY1	140,000	-	-	18,000	122,000
YINGDE GASES GROUP COMPANY USD0.000001	70,000	-	-	70,000	-
ZIJIN MINING GROUP CO LTD-H 'H'CNY0.1	280,000	-	-	36,000	244,000
Telecommunication Services					
ALIBABA HEALTH INFORMATION TECHNOLOGY LTD	-	140,000	-	18,000	122,000
CHINA COMMUNICATIONS SERVI-H 'H'CNY1	140,000	-	-	18,000	122,000
CHINA MOBILE LTD HKD0.10	315,000	-	-	40,500	274,500
CHINA TELECOM CORP LTD 'H'CNY1	700,000	-	-	90,000	610,000
CHINA UNICOM HONG KONG LTD HKD0.10	280,000	26,000	-	36,000	270,000
Utilities					
BEIJING ENTERPRISES WATER GR HKD0.1(POST CON)	140,000	140,000	-	88,000	192,000
CGN POWER CO LTD-H 1816	-	239,000	-	-	239,000
CHINA GAS HOLDINGS LTD HKD0.01	140,000	-	-	50,000	90,000
CHINA LONGYUAN POWER GROUP-H	140,000	14,000	-	18,000	136,000
CHINA RESOURCES GAS GROUP LT HKD0.10	-	40,000	-	-	40,000
CHINA RESOURCES POWER HOLDIN HKD1	140,000	-	-	54,000	86,000
DATANG INTL POWER GEN CO-H 'H'CNY1	140,000	-	-	18,000	122,000
ENN ENERGY HOLDINGS LTD	-	34,000	-	-	34,000
GUANGDONG INVESTMENT LTD HKD0.50	140,000	-	-	18,000	122,000
HUADIAN POWER INTL CORP-H 'H'CNY1	-	138,000	-	64,000	74,000
HUANENG POWER INTL INC-H 'H'CNY1	140,000	34,000	-	18,000	156,000

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

For the year from 1 April 2014 to 31 March 2015

Hang Seng High Dividend Yield ETF

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2014	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2015
Consumer Discretionary					
BOSIDENG INTL HLDGS LTD USD0.00001	5,274,000	2,370,000	-	686,000	6,958,000
MGM CHINA HLDGS LT HKD1	-	249,600	-	22,400	227,200
SJM HOLDINGS LIMITED HKD1.00	238,000	54,000	-	79,000	213,000
TELEVISION BROADCASTS LTD	-	132,600	-	11,900	120,700
WYNN MACAU LTD HKD0.001	255,600	43,200	-	128,400	170,400
YUE YUEN INDUSTRIAL HLDG HKD0.25	327,500	54,000	-	168,500	213,000
Energy					
CHINA PETROLEUM & CHEMICAL-H	1,106,000	144,000	-	682,000	568,000
CNOOC LTD HKD0.02	256,000	150,000	-	51,000	355,000
PETROCHINA CO LTD-H 'H'CNY1	446,000	108,000	-	128,000	426,000
Financials					
AGILE PROPERTY HOLDINGS LTD HKD0.10	-	1,606,188	150,000	154,000	1,602,188
AGRICULTURAL BANK OF CHINA-H 'H'CNY1	1,564,000	450,000	-	239,000	1,775,000
BANK OF CHINA LTD-H 'H'HKD1	1,959,000	450,000	-	634,000	1,775,000
BANK OF COMMUNICATIONS CO-H 'H'CNY1.00	897,000	429,000	-	119,000	1,207,000
BANK OF EAST ASIA HKD2.50	140,000	44,400	-	56,600	127,800
BOC HONG KONG HOLDINGS LTD HKD5	214,500	54,000	-	55,500	213,000
CHAMPION REIT REIT	1,786,000	570,000	-	581,000	1,775,000
CHINA CITIC BANK CORP LTD-H	-	1,638,000	-	147,000	1,491,000
CHINA CONSTRUCTION BANK-H 'H'CNY1	871,000	377,000	-	112,000	1,136,000
CHINA EVERBRIGHT LIMITED HKD1	224,000	-	-	224,000	-
CHINA MERCHANTS BANK - H 'H'CNY1	384,500	90,000	-	119,500	355,000
CHINA MINSHENG BANKING-H 'H'CNY1	451,000	150,966	84,000	90,500	595,466
CHONGQING RURAL COMMERCIAL-H CNY1 H SHARE	-	2,028,000	-	182,000	1,846,000
EVERGRANDE REAL ESTATE GROUP USD0.01	-	5,460,000	-	490,000	4,970,000
FORTUNE REIT NPV (REIT)	734,000	-	-	734,000	-
HANG LUNG PROPERTIES LTD HKD1	122,000	-	-	122,000	-
HANG SENG BANK HKD5	41,000	9,000	-	14,500	35,500
HONG KONG EXCHANGES & CLEAR HKD1	22,400	-	-	22,400	-
HSBC HOLDINGS PLC ORD USD0.50(UK REG)	52,800	14,400	-	10,400	56,800
HYSAN DEVELOPMENT CO HKD5	98,000	-	-	98,000	-
IND & COMM BK OF CHINA-H 'H'CNY1	1,063,000	384,000	-	169,000	1,278,000
KWG PROPERTY HOLDING LTD HKD0.10	-	1,950,000	-	175,000	1,775,000
LINK REIT NPV	106,000	27,000	-	26,500	106,500
NEW WORLD DEVELOPMENT HKD1	354,000	270,000	-	56,000	568,000
NEW WORLD DEVELOPMENT-RIGHTS (17APR2014)	118,000	-	-	118,000	-
SHENZHEN INVESTMENT LTD HKD0.05	-	3,588,000	-	322,000	3,266,000
SINO LAND CO HKD1	456,000	108,000	-	138,000	426,000
SINO-OCEAN LAND HOLDINGS HKD0.80	-	1,638,000	-	147,000	1,491,000
SOHO CHINA LTD HKD0.02	814,000	225,000	-	151,500	887,500

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

For the year from 1 April 2014 to 31 March 2015

Hang Seng High Dividend Yield ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2014	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2015
Financials (continued)					
SUN HUNG KA-CW16	-	-	3,166	3,166	-
SUN HUNG KAI PROPERTIES HKD0.50	38,000	-	-	38,000	-
SWIRE PACIFIC LTD 'A' 'A' HKD0.60	44,500	9,000	-	18,000	35,500
WHARF HOLDINGS LTD HKD1	39,000	-	-	39,000	-
YUEXIU PROPERTY CO LTD ORD HKD0.10	-	4,532,328	1,069,200	504,000	5,097,528
YUEXIU REAL ESTATE INVESTMENT TRUST	-	2,418,000	-	217,000	2,201,000
Health Care					
CHINA SHINEWAY PHARMACEUTICA HKD0.1	270,000	-	-	270,000	-
Industrials					
CITIC PACIFIC LIMITED HKD0.40	638,000	-	-	638,000	-
HOPEWELL HIGHWAY INFRASTRUCT HKD0.10	2,173,000	871,556	7,500	273,000	2,779,056
HOPEWELL HOLDINGS HKD2.50	234,500	75,000	-	132,000	177,500
HUTCHISON WHAMPOA LTD HKD0.25	35,000	-	-	35,000	-
SHANGHAI INDUSTRIAL HLDG LTD HKD0.10	200,000	-	-	200,000	-
Information Technology					
KINGBOARD LAMINATES HOLDING HKD0.10	1,801,000	-	-	1,801,000	-
VTECH HOLDINGS LTD USD0.05	46,900	23,300	-	6,300	63,900
Materials					
CHINA HONGQIAO GROUP LTD	-	1,131,000	-	101,500	1,029,500
ZIJIN MINING GROUP CO LTD-H 'H' CNY0.1	3,590,000	-	-	3,590,000	-
Telecommunication Services					
CHINA COMMUNICATIONS SERVI-H 'H' CNY1	692,000	712,000	-	126,000	1,278,000
CHINA MOBILE LTD HKD0.10	52,500	25,500	-	7,000	71,000
HUTCHISON TELECOMMUNICATIONS HKD0.25	1,262,000	922,000	-	196,000	1,988,000
PCCW LTD HKD0.25	1,582,000	384,000	-	688,000	1,278,000
SMARTONE TELECOMMUNICATIONS HKD0.10	582,000	174,000	-	188,000	568,000
Utilities					
CHEUNG KONG INFRASTRUCTURE HKD1	67,000	18,000	-	14,000	71,000
CHINA POWER INTERNATIONAL HKD1	-	2,886,000	-	259,000	2,627,000
CLP HOLDINGS LTD HKD5	68,500	18,000	-	15,500	71,000
DATANG INTL POWER GEN CO-H 'H' CNY1	1,254,000	462,000	-	154,000	1,562,000
GUANGDONG INVESTMENT LTD HKD0.50	512,000	-	-	512,000	-
HUANENG POWER INTL INC-H 'H' CNY1	-	780,000	-	70,000	710,000
POWER ASSETS HOLDINGS LTD HKD1	57,500	20,500	-	7,000	71,000

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

For the period from 24 September 2014 (date of inception) to 31 March 2015

CSI 300 ETF

Financial assets at fair value through profit or loss	Beginning holdings as at 24 September 2014 (date of inception)	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2015
Consumer Discretionary					
BEIJING ENLIGHT MEDIA CO L-A 'A'CNYI	-	17,200	-	6,800	10,400
BEIQI FOTON MOTOR CO LTD-A 'A'CNYI	-	103,200	-	40,800	62,400
BESTV NEW MEDIA CO LTD	-	34,341	-	13,600	20,741
BYD CO LTD -A 'A'CNYI	-	25,761	-	10,200	15,561
CHENGDU B-RAY MEDIA CO LTD-A 'A'CNYI	-	43,000	-	17,000	26,000
CHINA INTERNATIONAL TRAVEL SERVICE CORP LTD	-	17,148	-	6,800	10,348
CHINA SOUTH PUBLISHING -A 'A'CNYI	-	42,922	-	17,000	25,922
CHINESE UNIVERSE PUBLISHIN-A 600373	-	25,800	-	10,200	15,600
CHONGQING CHANGAN AUTOMOBILE CO LTD	-	128,925	-	43,500	85,425
CITIC GUOAN INFORMATION-A 'A'CNYI	-	60,200	-	23,800	36,400
FAW CAR COMPANY LIMITED-A 'A'CNYI	-	51,600	-	20,400	31,200
FUYAO GROUP GLASS INDUSTR-A 'A'CNYI	-	85,950	-	34,000	51,950
GREAT WALL MOTOR CO LTD-A 'A'CNYI	-	25,788	-	10,200	15,588
GREE ELECTRIC APPLIANCES I-A 'A'CNYI	-	154,706	-	66,400	88,306
GUANGDONG ADVERTISING CO-A	-	25,800	-	10,200	15,600
GUANGDONG ALPHA ANIMATION-A	-	8,600	-	3,400	5,200
GUANGZHOU AUTOMOBILE GROUP-A CNYI	-	51,600	-	51,600	-
HAINING CHINA LEATHER MAR-A 'A'CNYI	-	34,400	-	13,600	20,800
HEILAN HOME CO LTD -A 600398	-	51,600	-	30,800	20,800
HISENSE ELECTRIC CO LTD-A	-	51,600	-	20,400	31,200
HUAWEN MEDIA INVESTMENT -A 'A'CNYI	-	68,800	-	27,200	41,600
HUAYI BROTHERS MEDIA CORP-A 'A'CNYI	-	51,523	-	20,400	31,123
HUAYU AUTOMOTIVE SYSTEMS CO LTD	-	68,796	-	27,200	41,596
HUNAN TV & BROADCAST INT-A 'A'CNYI	-	43,000	-	17,000	26,000
JIANGSU PHOENIX PUBLISH-A	-	34,400	-	13,600	20,800
JISHI MEDIA CO LTD-A	-	51,600	-	20,400	31,200
LIAONING CHENG DA CO LTD-A 'A'CNYI	-	86,000	-	34,000	52,000
MIDEA GROUP CO LTD-A CNYI	-	103,200	-	40,800	62,400
PANG DA AUTOMOBILE TRADE -A 'A'CNYI	-	68,800	-	27,200	41,600
QINGDAO HAIER CO LTD-A 'A'CNYI	-	94,600	-	37,400	57,200
SAIC MOTOR CORPORATION LTD-A 'A'CNYI	-	206,400	-	86,800	119,600
SHANGHAI METERSBONWE FASH-A 'A'CNYI	-	17,200	-	17,200	-
SHANGHAI ORIENTAL PEARL GROUP CO LTD	-	94,564	-	37,400	57,164
SHANGHAI YUYUAN TOURIST-A 'A'CNYI	-	60,200	-	23,800	36,400
SHENZHEN MTC CO LTD -A	-	43,000	-	17,000	26,000
SHENZHEN OVERSEAS CHINESE-A	-	223,600	-	58,600	165,000
SICHUAN CHANGHONG ELECTRIC-A 'A'CNYI	-	223,600	-	88,400	135,200
SUNING APPLIANCE CO LTD-A 'A'CNYI	-	275,200	-	108,800	166,400
TCL CORP-A 'A'CNYI	-	473,000	-	197,400	275,600
WANXIANG QIANCHAO CO LTD-A 'A'CNYI	-	51,600	-	20,400	31,200
WASU MEDIA HOLDING CO LTD-A 'A'CNYI	-	8,600	-	3,400	5,200
WEIFU HIGH-TECHNOLOGY GRP-A 'A'CNYI	-	34,400	-	13,600	20,800
YOUNGOR GROUP CO-A 'A'CNYI	-	94,571	-	37,400	57,171
ZHE JIANG DAILY MEDIA GRP -A	-	34,400	-	13,600	20,800
ZHEJIANG HUACE FILM & TV-A	-	8,600	-	3,400	5,200
ZHEJIANG YASHA DECORATION-A 'A'CNYI	-	25,781	-	10,200	15,581

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STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

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CSI 300 ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 24 September 2014 (date of inception)	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2015
Consumer Staples					
BEIJING DABEINONG TECHNOLO-A 'A'CNYI	-	51,600	-	18,000	33,600
BEIJING YANJING BREWERY CO-A 'A'CNYI	-	86,000	-	34,000	52,000
BEINGMATE BABY & CHILD FO-A 'A'CNYI	-	34,400	-	13,600	20,800
BRIGHT DAIRY & FOOD CO LTD	-	34,400	-	11,600	22,800
BY-HEALTH CO LTD-A 'A'CNYI	-	8,600	-	3,400	5,200
FOSHAN HAITIAN FLAVOURING -A 'A'CNYI	-	8,600	-	3,400	5,200
GANSU YASHENG INDUSTRIAL-A 'A'CNYI	-	94,600	-	37,400	57,200
HENAN SHUANGHUI INVESTMENT-A 'A'CNYI	-	42,966	-	17,000	25,966
INNER MONGOLIA YILI INDUS-A 'A'CNYI	-	180,505	-	71,400	109,105
JIANGSU YANGHE BREWERY -A 'A'CNYI	-	17,175	-	6,800	10,375
JOINTOWN PHARMACEUTICAL-A	-	17,200	-	6,800	10,400
KWEICHOW MOUTAI CO LTD-A 'A'CNYI	-	25,800	-	10,200	15,600
LUZHOU LAOJIAO CO LTD-A 'A'CNYI	-	43,000	-	17,000	26,000
MEIHUA MONOSODIUM GLUTAMAT-A 'A'CNYI	-	85,985	-	34,000	51,985
NEW HOPE LIUHE CO LTD-A 'A'CNYI	-	43,000	-	17,000	26,000
SHANGHAI FRIENDSHIP GROUP CO LTD	-	51,600	-	17,400	34,200
SHANGHAI JAHWA UNITED CO -A 'A'CNYI	-	25,800	-	10,200	15,600
SHANXI XINGHUACUN FEN WINE-A 'A'CNYI	-	17,200	-	6,800	10,400
SHENZHEN AGRICULTURAL PROD-A 'A'CNYI	-	86,000	-	34,000	52,000
TSINGTAO BREWERY CO LTD-A 'A'CNYI	-	25,800	-	10,200	15,600
WULIANGYE YIBIN CO LTD-A 'A'CNYI	-	120,324	-	47,600	72,724
YANTAI CHANGYU PIONEER-A 'A'CNYI	-	8,534	-	3,400	5,134
YONGHUI SUPERSTORES CO LTD-A 'A'CNYI	-	111,800	-	44,200	67,600
Energy					
CHINA COAL ENERGY CO 'A'CNYI	-	111,800	-	44,200	67,600
CHINA OILFIELD SERVICES-A 'A'CNYI	-	34,400	-	13,600	20,800
CHINA PETROLEUM & CHEMICAL-A 'A'CNYI	-	352,600	-	144,600	208,000
CHINA SHENHUA ENERGY CO -A 'A'CNYI	-	206,324	-	128,224	78,100
GUIZHOU PANJIANG REFINED-A 'A'CNYI	-	34,400	-	13,600	20,800
HENAN DAYOU ENERGY CO LTD-A 'A'CNYI	-	25,800	-	25,800	-
JIZHONG ENERGY RESOURCES-A 'A'CNYI	-	51,600	-	20,400	31,200
OFFSHORE OIL ENGINEERING-A 'A'CNYI	-	111,800	-	44,200	67,600
PETROCHINA CO LTD-A 'A'CNYI	-	240,800	-	95,200	145,600
PINGDINGSHAN TIANAN COAL -A 'A'CNYI	-	77,400	-	77,400	-
SDIC XINJI ENERGY CO -A 'A'CNYI	-	68,800	-	68,800	-
SHAANXI COAL INDUSTRY CO L-A	-	34,400	-	13,600	20,800
SHANXI LANHUA SCI-TECH-A 'A'CNYI	-	43,000	-	43,000	-
SHANXI LU'AN ENVIRONMENTAL-A 'A'CNYI	-	60,200	-	23,800	36,400
SHANXI XISHAN COAL & ELEC-A 'A'CNYI	-	94,600	-	37,400	57,200
WINTIME ENERGY CO LTD	-	129,000	-	43,500	85,500
XINJIANG GUANGHUI INDUSTRY-A 'A'CNYI	-	197,800	-	83,400	114,400
YANGQUAN COAL INDUSTRY GRP-A	-	77,400	-	30,600	46,800
YANTAI JEREH OILFIELD-A 'A'CNYI	-	25,792	-	10,200	15,592
YANZHOU COAL MINING CO-A 'A'CNYI	-	34,400	-	13,600	20,800

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STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

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CSI 300 ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 24 September 2014 (date of inception)	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2015
Financials					
AGRICULTURAL BANK OF CHINA-A 'A'CNYI	-	1,625,400	-	684,200	941,200
AVIC CAPITAL CO LTD -A 'A'CNYI	-	79,000	-	27,000	52,000
BANK OF BEIJING CO LTD -A 'A'CNYI	-	395,600	-	166,800	228,800
BANK OF CHINA LTD-A 'A'CNYI	-	844,400	-	168,400	676,000
BANK OF COMMUNICATIONS-A 'A'CNYI	-	980,400	-	413,600	566,800
BANK OF NANJING CO LTD -A 'A'CNYI	-	129,000	-	66,600	62,400
BANK OF NINGBO CO LTD -A 'A'CNYI	-	68,800	-	32,400	36,400
BEIJING CAPITAL DEVELOPMEN-A 'A'CNYI	-	68,800	-	68,800	-
CHANGJIANG SECURITIES CO L-A 'A'CNYI	-	206,400	-	92,000	114,400
CHINA CITIC BANK CORP LTD-A 'A'CNYI	-	189,200	-	80,000	109,200
CHINA CONSTRUCTION BANK-A	-	602,000	-	253,600	348,400
CHINA EVERBRIGHT BANK CO-A	-	1,247,000	-	529,400	717,600
CHINA FORTUNE LAND DEVELOP-A	-	34,400	-	18,800	15,600
CHINA LIFE INSURANCE CO -A 'A'CNYI	-	94,600	-	42,600	52,000
CHINA MERCHANTS BANK-A 'A'CNYI	-	1,031,945	-	454,800	577,145
CHINA MERCHANTS PROPERTY -A	-	68,800	-	32,400	36,400
CHINA MERCHANTS SECURITIES-A 'A'CNYI	-	146,199	-	63,000	83,199
CHINA MINSHENG BANKING-A 'A'CNYI	-	1,694,141	-	721,800	972,341
CHINA PACIFIC INSURANCE GR-A 601601	-	197,709	-	83,309	114,400
CHINA VANKE CO LTD -A 'A'CNYI	-	602,000	-	258,800	343,200
CITIC SECURITIES CO-A SHARES 'A'CNYI	-	490,200	-	209,400	280,800
FINANCIAL STREET HOLDING-A	-	154,800	-	66,400	88,400
FOUNDER SECURITIES CO LTD-A 'A'CNYI	-	258,000	-	102,000	156,000
GEMDALE CORP-A 'A'CNYI	-	283,744	-	122,600	161,144
GF SECURITIES CO LTD-A 'A'CNYI	-	189,200	-	80,000	109,200
GUOYUAN SECURITIES CO LTD	-	60,200	-	23,800	36,400
HAITONG SECURITIES CO LTD-A 'A'CNYI	-	507,375	-	221,400	285,975
HONG YUAN SECURITIES CO LT-A 'A'CNYI	-	103,200	(103,200)	-	-
HUATAI SECURITIES CO LTD-A 'A'CNYI	-	170,000	-	67,100	102,900
HUAXIA BANK CO LTD-A 'A'CNYI	-	275,189	-	114,000	161,189
IND & COMM BK OF CHINA - A 'A'CNYI	-	1,075,000	-	451,000	624,000
INDUSTRIAL BANK CO LTD 'A'CNYI	-	713,800	-	308,200	405,600
INDUSTRIAL SECURITIES CO-A 'A'CNYI	-	215,000	-	85,000	130,000
JINKE PROPERTIES GROUP CO -A 'A'CNYI	-	25,800	-	25,800	-
NEW CHINA LIFE INSURANCE C-A 'A'CNYI	-	51,500	-	20,300	31,200
NORTHEAST SECURITIES CO LT-A 'A'CNYI	-	68,800	-	27,200	41,600
PING AN BANK CO LTD-A	-	361,200	-	153,200	208,000
PING AN INSURANCE GROUP CO-A 'A'CNYI	-	300,933	-	124,200	176,733
POLY REAL ESTATE GROUP CO -A 'A'CNYI	-	404,200	-	175,400	228,800
RISESUN REAL ESTATE DEVEL-A 'A'CNYI	-	34,400	-	10,000	24,400
SEALAND SECURITIES CO LTD -A	-	51,100	-	20,400	30,700
SHANGHAI CHENGTOU HOLDING CO LTD	-	82,495	-	-	82,495
SHANGHAI LUJIAZUI FIN&TRAD-A 'A'CNYI	-	25,800	-	10,200	15,600
SHANGHAI PUDONG DEVEL BANK-A 'A'CNYI	-	696,600	-	296,200	400,400
SHANGHAI ZHANGJIANG HIGH-A 'A'CNYI	-	51,600	-	51,600	-
SHANXI SECURITIES CO LTD-A 'A'CNYI	-	59,700	-	23,800	35,900
SHENWAN HONGYUAN GROUP CO-A 000166	-	-	211,496	50,300	161,196
SINOLINK SECURITIES CO LTD-A 'A'CNYI	-	57,100	37,500	37,400	57,200

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STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

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CSI 300 ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 24 September 2014 (date of inception)	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2015
Financials (continued)					
SOOCHOW SECURITIES CO LTD-A 'A'CNYI	-	77,400	-	30,600	46,800
SOUTHWEST SECURITIES CO LT-A 'A'CNYI	-	48,000	-	18,800	29,200
SUNING UNIVERSAL CO LTD-A 'A'CNYI	-	51,600	-	51,600	-
WESTERN SECURITIES CO LTD-A 'A'CNYI	-	25,800	-	10,200	15,600
XINHU ZHONGBAO CO LTD-A 'A'CNYI	-	153,000	-	60,700	92,300
ZHEJIANG CHINA COMMODITIES-A 'A'CNYI	-	86,000	-	34,000	52,000
Health Care					
AIER EYE HOSPITAL GROUP CO-A 'A'CNYI	-	8,600	-	3,400	5,200
BEIJING SL PHARMACEUTICAL -A 'A'CNYI	-	17,083	-	6,800	10,283
BEIJING TONGRENTANG CO-A 'A'CNYI	-	43,000	-	17,000	26,000
CHINA RESOURCES DOUBLE CRA-A	-	17,200	-	17,200	-
CHINA RESOURCES SANJIU MED-A 'A'CNYI	-	25,800	-	10,200	15,600
GUANGXI WUZHOU ZHONGHENG G-A 'A'CNYI	-	51,600	-	20,400	31,200
GUANGZHOU BAIYUNSHAN PHAR-A	-	34,400	-	13,600	20,800
HARBIN PHARMACEUTICAL GRP-A 'A'CNYI	-	60,200	-	23,800	36,400
HUADONG MEDICINE CO LTD-A 'A'CNYI	-	17,103	-	6,800	10,303
HUALAN BIOLOGICAL ENGINEER-A 'A'CNYI	-	17,200	-	6,800	10,400
JIANGSU HENGRUI MEDICINE C-A 'A'CNYI	-	42,878	-	17,000	25,878
JILIN AODONG MEDICINE INDUST 'A'CNYI	-	43,000	-	17,000	26,000
KANGMEI PHARMACEUTICAL CO-A 'A'CNYI	-	94,600	-	37,400	57,200
SEARAINBOW HOLDING CORP	-	43,000	-	17,000	26,000
SHANDONG DONG-E E-JIAO-A 'A'CNYI	-	34,400	-	13,600	20,800
SHANGHAI FOSUN PHARMACEUTICAL GROUP CO LTD	-	68,000	-	27,200	40,800
SHANGHAI PHARMACEUTICALS-A 'A'CNYI	-	60,200	-	23,800	36,400
SHANGHAI RAAS BLOOD PRODUC-A 002252	-	17,000	-	6,800	10,200
SHENZHEN HEPALINK PHARMACE-A 'A'CNYI	-	17,124	-	6,800	10,324
SHENZHEN SALUBRIS PHARM-A 'A'CNYI	-	8,510	-	3,400	5,110
SHIJIAZHUANG YILING PHARMA-A 'A'CNYI	-	8,600	-	3,400	5,200
SICHUAN KELUN PHARMACEUTIC-A	-	25,800	-	10,200	15,600
TIANJIN TASLY PHARMA-CLASS A 'A'CNYI	-	43,000	-	22,200	20,800
TONGHUA DONGBAO PHARMACEUT-A 'A'CNYI	-	43,000	-	17,000	26,000
WUHAN HUMANWELL HEALTHCARE-A 'A'CNYI	-	25,733	-	10,200	15,533
XIZANG HAISCO PHARMACEUTIC-A 'A'CNYI	-	17,200	-	6,800	10,400
YUNNAN BAIYAO GROUP CO LTD-A 'A'CNYI	-	34,336	-	18,700	15,636
ZHANGZHOU PIENZHEHUANG PHA-A 'A'CNYI	-	8,600	-	3,400	5,200
ZHEJIANG HISUN PHARMACEUTI-A 'A'CNYI	-	34,400	-	13,600	20,800
ZHEJIANG MEDICINE CO LTD-A 'A'CNYI	-	43,000	-	43,000	-
ZHEJIANG NHU CO LTD-A 'A'CNYI	-	34,400	-	13,600	20,800

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STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

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CSI 300 ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 24 September 2014 (date of inception)	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2015
Industrials					
AIR CHINA LTD-A 'A'CNYI	-	103,200	-	46,000	57,200
AVIC AVIATION ENGINE CORP PLC	-	34,400	-	13,600	20,800
AVIC HELICOPTER CO LTD-A 600038	-	8,600	-	3,400	5,200
BEIJING ORIENT LANDSCAPE & ECO	-	25,800	-	10,200	15,600
BEIJING ORIGINWATER TECHNO-A 'A'CNYI	-	25,798	-	10,200	15,598
BLUEFOCUS COMMUNICATION GR-A 'A'CNYI	-	34,400	-	13,600	20,800
CHANGSHA ZOOMLION HEAVY INDS 'A'CNYI	-	275,200	-	114,000	161,200
CHINA AVIC AVIONICS EQUIP-A 'A'CNYI	-	34,400	-	13,600	20,800
CHINA BAOAN GROUP-A 'A'CNYI	-	94,585	-	47,785	46,800
CHINA CAMC ENGINEERING CO -A 'A'CNYI	-	17,200	-	6,800	10,400
CHINA CNR CORP LTD	-	225,000	-	76,500	148,500
CHINA COMMUNICATIONS CONST-A	-	146,200	-	91,800	54,400
CHINA CSSC HOLDINGS LTD-A 'A'CNYI	-	43,000	-	17,000	26,000
CHINA EASTERN AIRLINES CO-A 'A'CNYI	-	163,400	-	75,000	88,400
CHINA INTL MARINE CONTAIN-A 'A'CNYI	-	51,600	-	20,400	31,200
CHINA NATIONAL CHEMICAL-A 'A'CNYI	-	120,400	-	47,600	72,800
CHINA RAILWAY GROUP LTD -A 'A'CNYI	-	430,000	-	185,600	244,400
CHINA RAILWAYS CONSTRUCTIO-A 'A'CNYI	-	189,200	-	74,800	114,400
CHINA SHIPBUILDING INDUSTR-A 'A'CNYI	-	438,600	-	173,400	265,200
CHINA SHIPPING CONTAINER-A 'A'CNYI	-	197,800	-	88,600	109,200
CHINA SOUTH LOCOMOTIVE -A 'A'CNYI	-	255,000	-	86,400	168,600
CHINA SOUTHERN AIRLINES CO-A 'A'CNYI	-	223,600	-	104,000	119,600
CHINA SPACESAT CO LTD	-	34,400	-	13,600	20,800
CHINA STATE CONSTRUCTION -A 'A'CNYI	-	937,400	-	396,600	540,800
CHINA XD ELECTRIC CO LTD-A	-	129,000	-	51,000	78,000
CPT TECHNOLOGY GROUP CO LTD	-	19,800	5,400	10,200	15,000
DAQIN RAILWAY CO LTD -A 'A'CNYI	-	369,800	-	146,200	223,600
DONGFANG ELECTRIC CORP LTD-A 'A'CNYI	-	43,000	-	17,000	26,000
FANGDA CARBON NEW MATERIAL CO LTD	-	60,200	-	23,800	36,400
GEZHOUBA CO LTD-A 'A'CNYI	-	137,600	-	54,400	83,200
GUANGSHEN RAILWAY CO LTD-A 'A'CNYI	-	215,000	-	90,200	124,800
HAINAN AIRLINES CO LTD	-	369,800	-	172,200	197,600
HAN'S LASER TECHNOLOGY IN-A	-	51,600	-	20,400	31,200
JIANGSU ZHONGNAN CONSTRUCT-A 'A'CNYI	-	25,800	-	25,800	-
JIANGXI HONGDU AVIATION-A 'A'CNYI	-	25,800	-	10,200	15,600
LUXSHARE PRECISION INDUSTR-A	-	17,200	-	6,800	10,400
METALLURGICAL CORP OF CHIN-A 'A'CNYI	-	301,000	-	124,200	176,800
MINMETALS DEVELOPMENT CO-A 'A'CNYI	-	25,800	-	10,200	15,600
NARI TECHNOLOGY DEVELOPMEN-A 'A'CNYI	-	94,600	-	42,600	52,000
NEWAY VALVE SUZHOU CO LTD-A	-	8,600	-	3,400	5,200
NINGBO PORT CO LTD-A 'A'CNYI	-	240,800	-	110,800	130,000
POWER CONSTRUCTION CORPORATION OF CHINA LTD	-	206,400	-	97,200	109,200
SANY HEAVY INDUSTRY CO LTD-A 'A'CNYI	-	189,200	-	74,800	114,400
SHANGHAI CONSTRUCTION CO-A 'A'CNYI	-	77,400	-	30,600	46,800
SHANGHAI ELECTRIC GRP CO L-A 'A'CNYI	-	111,724	-	44,200	67,524
SHANGHAI INTERNATIONAL AIR-A 'A'CNYI	-	60,200	-	23,800	36,400
SHANGHAI INTERNATIONAL POR-A 'A'CNYI	-	258,000	-	154,000	104,000
SHANGHAI WAIGAOQIAO FTZ - A 'A'CNYI	-	17,200	-	6,800	10,400

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

For the period from 24 September 2014 (date of inception) to 31 March 2015

CSI 300 ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 24 September 2014 (date of inception)	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2015
Industrials (continued)					
SHANXI COAL INTERNATIONAL -A 'A'CNYI	-	60,200	-	60,200	-
SHENZHEN INOVANCE TECHNOLO-A 'A'CNYI	-	25,800	-	10,200	15,600
SIASUN ROBOT & AUTOMATION-A 300024	-	25,800	-	10,200	15,600
SUZHOU GOLD MANTIS CONSTR -A 'A'CNYI	-	51,600	-	20,400	31,200
TBEA CO LTD-A 'A'CNYI	-	197,800	-	104,200	93,600
WEICHAI POWER CO LTD-A 'A'CNYI	-	68,764	-	27,200	41,564
XCMG CONSTRUCTION MACHIN-A 'A'CNYI	-	77,374	-	41,000	36,374
XIAMEN C & D INC-A 'A'CNYI	-	103,200	-	40,800	62,400
XI'AN AIRCRAFT INTL CORP-A 'A'CNYI	-	77,400	-	30,600	46,800
XINJIANG GOLDWIND SCI&TECH-A 'A'CNYI	-	94,510	-	37,400	57,110
XJ ELECTRIC CO LTD-A	-	34,400	-	13,600	20,800
ZHENGZHOU YUTONG BUS CO -A	-	50,991	-	20,400	30,591
Information Technology					
AISINO CO LTD	-	34,400	-	13,600	20,800
ANHUI USTC IFLYTEK CI -A 'A'CNYI	-	34,400	-	13,600	20,800
BEIJING SHIJI INFORMATION -A 002153	-	8,600	-	3,400	5,200
BEIJING XINWEI TELECOM TEC-A 600485	-	8,600	-	3,400	5,200
BEIJING ZHONGKE SANHUAN HI-A	-	51,600	-	20,400	31,200
BOE TECHNOLOGY GROUP CO LT-A 'A'CNYI	-	636,400	-	262,000	374,400
DHC SOFTWARE CO LTD -A 'A'CNYI	-	43,000	-	17,000	26,000
DONGXU OPTOELECTRONIC TECH-A	-	42,500	-	6,300	36,200
FIBERHOME TELECOM TECH CO LTD	-	24,300	-	10,100	14,200
GLODON SOFTWARE CO LTD-A 'A'CNYI	-	25,800	-	10,200	15,600
GOERTEK INC -A 'A'CNYI	-	51,464	-	20,400	31,064
GUANGZHOU HAIGE COMMUNICAT-A 'A'CNYI	-	41,000	-	15,000	26,000
HANGZHOU HIK VISION DIGITAL-A 'A'CNYI	-	77,400	-	30,600	46,800
HUNDSUN ELECTRONIC CO LTD-A 'A'CNYI	-	25,701	-	10,200	15,501
NEUSOFT CORP-A 'A'CNYI	-	51,551	-	20,400	31,151
PEOPLE.CN CO LTD-A 'A'CNYI	-	17,125	-	6,800	10,325
SANAN OPTOELECTRONICS CO L-A 'A'CNYI	-	77,322	-	30,600	46,722
SHANGHAI WANGSU SCIENCE-A 'A'CNYI	-	8,600	-	3,400	5,200
SHENZHEN AISIDI CO LTD-A	-	8,600	-	3,400	5,200
SHENZHEN LAIBAO HI-TECH CO-A 'A'CNYI	-	34,400	-	34,400	-
SHENZHEN O-FILM TECH CO-A 'A'CNYI	-	42,987	-	17,000	25,987
TIANJIN ZHONGHUAN SEMICOND-A 'A'CNYI	-	25,790	-	8,700	17,090
TSINGHUA TONGFANG CO LTD-A 'A'CNYI	-	103,200	-	40,800	62,400
UNIVERSAL SCIENTIFIC INDUS-A 'A'CNYI	-	8,600	-	3,400	5,200
YONYOU NETWORK TECHNOLOGY CO LTD	-	33,989	-	13,600	20,389
ZHEJIANG DAHUA TECHNOLOGY-A	-	34,400	-	13,600	20,800
ZTE CORP-A 'A'CNYI	-	120,400	-	47,600	72,800

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

For the period from 24 September 2014 (date of inception) to 31 March 2015

CSI 300 ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 24 September 2014 (date of inception)	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2015
Materials					
ALUMINUM CORP OF CHINA LTD 'A'CNYI	-	223,600	-	88,400	135,200
ANGANG STEEL CO LTD - A 'A'CNYI	-	103,200	-	40,800	62,400
ANHUI CONCH CEMENT CO LTD-A 'A'CNYI	-	128,993	-	56,193	72,800
BAOSHAN IRON & STEEL CO-A 'A'CNYI	-	309,582	-	132,800	176,782
BBMG CORPORATION-A 'A'CNYI	-	68,800	-	27,200	41,600
CHINA HAINAN RUBBER INDUST-A	-	77,400	-	30,600	46,800
CHINA MINMETALS RARE EARTH-A 'A'CNYI	-	34,397	-	13,600	20,797
CHINA MOLYBDENUM CO LTD-A 'A'CNY0.2	-	17,200	-	6,800	10,400
CHINA NONFERROUS METAL IND-A 'A'CNYI	-	34,400	-	34,400	-
CHINA NORTHERN RARE EARTH 600111	-	94,600	-	42,600	52,000
CSG HOLDING CO LTD - A 'A'CNYI	-	86,000	-	86,000	-
HEBEI IRON & STEEL CO LTD-A 'A'CNYI	-	266,600	-	115,800	150,800
INNER MONGOLIA JUNZHENG EN-A 'A'CNYI	-	34,400	-	10,600	23,800
INNER MONGOLIA YILI ENERGY-A	-	42,964	-	17,000	25,964
INNER MONGOLIAN BAOTOU STEEL 'A'CNYI	-	324,800	174,000	212,800	286,000
JIANGSU KANGDE XIN COMPOSITE MATERIAL CO LTD 002450	-	49,200	-	19,900	29,300
JIANGXI COPPER CO LTD-A 'A'CNYI	-	51,600	-	20,400	31,200
JINDUICHENG MOLYBDENUM CO -A	-	60,200	-	23,800	36,400
KINGENTA ECOLOGICAL ENGINE-A	-	17,154	-	6,800	10,354
KINGFA SCI.& TECH CO LTD-A 'A'CNYI	-	94,600	-	37,400	57,200
LUXIN VENTURE CAPITAL GRP-A 'A'CNYI	-	17,200	-	6,800	10,400
PANGANG GROUP STEEL VANADI-A 'A'CNYI	-	266,600	-	110,600	156,000
QINGHAI SALT LAKE INDUSTRY-A	-	32,727	-	13,600	19,127
RISING NONFERROUS METAL SH-A 'A'CNYI	-	8,536	-	8,536	-
SHANDONG GOLD MINING CO LT-A 'A'CNYI	-	34,400	-	13,600	20,800
SHANDONG NANSHAN ALUMINUM-A 'A'CNYI	-	68,800	-	68,800	-
SHANXI TAIGANG STAINLESS-A 'A'CNYI	-	129,000	-	51,000	78,000
SHENZHEN ZHONGJIN LINGNAN-A 'A'CNYI	-	94,600	-	42,600	52,000
SINOPEC SHANGHAI PETROCHE-A 'A'CNYI	-	137,600	-	54,400	83,200
TANGSHAN JIDONG CEMENT CO-A 'A'CNYI	-	34,400	-	13,600	20,800
TONGLING NONFERROUS METALS GROUP CO LTD	-	43,000	-	14,500	28,500
WANHUA CHEMICAL GROUP CO -A 'A'CNYI	-	68,800	-	27,200	41,600
WESTERN MINING CO -A	-	120,400	-	47,600	72,800
XIAMEN TUNGSTEN CO LTD-A 'A'CNYI	-	17,200	-	6,800	10,400
XINXING DUCTILE IRON PIPES-A 'A'CNYI	-	137,600	-	54,400	83,200
YUNNAN CHIHONG ZINC & GERM-A 'A' CNYI	-	51,600	-	20,400	31,200
YUNNAN COPPER INDUSTRY CO-A 'A'CNYI	-	43,000	-	17,000	26,000
YUNNAN TIN CO LTD-A 'A'CNYI	-	42,994	-	17,000	25,994
YUNNAN YUNTIANHUA CO-A 'A'CNYI	-	25,500	-	25,500	-
ZHEJIANG LONGSHENG GROUP C-A 'A'CNYI	-	68,800	-	27,200	41,600
ZHONGJIN GOLD CORP-A 'A'CNYI	-	94,600	-	37,400	57,200
ZIJIN MINING GROUP CO LTD-A 'A'CNY0.1	-	498,800	-	207,600	291,200

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

For the period from 24 September 2014 (date of inception) to 31 March 2015

CSI 300 ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 24 September 2014 (date of inception)	Additions	Corporate actions	Disposals	Closing holdings as at 31 March 2015
Telecommunication Services					
CHINA UNITED NETWORK-A	-	533,200	-	226,400	306,800
DR PENG TELCOM & MEDIA GROUP CO LTD	-	68,800	-	23,200	45,600
Utilities					
BEIJING CAPITAL CO LTD-A 'A'CNY1	-	68,800	-	32,400	36,400
BEIJING JINGNENG POWER CO -A 600578	-	77,400	-	27,000	50,400
CHENGDU XINGRONG INVESTMEN-A 'A'CNY1	-	111,800	-	49,400	62,400
CHINA YANGTZE POWER CO LTD-A 'A'CNY1	-	309,531	-	127,600	181,931
CHONGQING WATER GROUP-A 'A'CNY1	-	60,123	-	39,323	20,800
DATANG INTL POWER GEN CO-A 'A'CNY1	-	189,200	-	189,200	-
GD POWER DEVELOPMENT CO -A CNY1 'A'	-	541,800	-	229,800	312,000
HUADIAN POWER INTL CORP-A 'A'CNY1	-	129,000	-	51,000	78,000
HUANENG POWER INTL INC-A 'A'CNY1	-	266,600	-	115,800	150,800
HUBEI ENERGY GROUP CO LTD	-	136,000	-	-	136,000
INNER MONGOLIA MENGDIAN HU-A 'A'CNY1	-	180,600	-	71,400	109,200
SDIC POWER HOLDINGS CO LTD-A 'A'CNY1	-	215,000	-	95,400	119,600
SHENERGY COMPANY LIMITED-A 'A'CNY1	-	146,200	-	63,000	83,200
SHENZHEN ENERGY GROUP CO L-A 'A'CNY1	-	51,600	-	20,400	31,200
SHENZHEN GAS CORP LTD-A 'A'CNY1	-	25,800	-	25,800	-
SICHUAN CHUANTOU ENERGY CO-A 'A'CNY1	-	68,800	-	27,200	41,600
SOUND ENVIRONMENTAL RESOURCES CO LTD	-	34,400	-	13,600	20,800
ZHEJIANG ZHENENG ELECTRIC-A	-	51,600	-	20,400	31,200

HORIZONS EXCHANGE TRADED FUNDS SERIES

PERFORMANCE RECORD (UNAUDITED)

NET ASSET VALUE

	As at 31 March 2015		As at 31 March 2014		As at 31 March 2013	
	Dealing net asset value	Dealing net asset value per unit	Dealing net asset value	Dealing net asset value per unit	Dealing net asset value	Dealing net asset value per unit
KOSPI 200 ETF (in HK\$)	39,066,415	19.5332	40,483,212	20.2417	29,482,256	19.6548
S&P Emerging Asia Consumer ETF (in HK\$)	87,282,243	21.8206	235,301,414	21.3911	277,707,424	21.6959
S&P Global Consumer Brands ETF (in HK\$)	135,865,376	28.3053	181,259,947	30.2100	188,467,622	24.7984
S&P Asia ex JANZ Financials ETF (in HK\$)	22,709,839	28.3873	18,782,587	23.4783	49,224,669	24.6123
S&P Asia ex JANZ IT ETF (in HK\$)	32,083,529	32.0835	39,593,740	28.2813	82,211,714	24.1799
S&P Asia ex JANZ Industrials ETF (in HK\$)	17,805,764	22.2572	21,818,925	21.8190	52,585,524	21.9106
S&P Asia ex JANZ Energy ETF (in HK\$)	12,263,147	15.3289	13,791,612	17.2396	15,437,347	19.2967
S&P Asia ex JANZ Materials ETF (in HK\$)	20,301,169	16.9176	21,475,134	17.8960	21,797,026	18.1642
MSCI China ETF (in HK\$)	316,102,844	25.9101	292,775,092	20.9126	-	-
Hang Seng High Dividend Yield ETF (in HK\$)	327,016,167	23.0293	236,314,608	19.6929	-	-
CSI 300 ETF (in RMB)	349,325,731	13.4356	-	-	-	-

HIGHEST ISSUE PRICE AND LOWEST REDEMPTION PRICE PER UNIT

	For the year/period ended 31 March 2015			For the year/period ended 31 March 2014			For the year/period ended 31 March 2013			For the period from 10 January 2011 (date of initial offer) to 31 March 2012		
	Highest issue price per unit	Lowest redemption price per unit		Highest issue price per unit	Lowest redemption price per unit		Highest issue price per unit	Lowest redemption price per unit		Highest issue price per unit	Lowest redemption price per unit	
KOSPI 200 ETF (in HK\$)	22.0860	18.3994		21.2317	16.5428		20.9724	16.4844		22.4829	14.7942	
S&P Emerging Asia Consumer ETF (in HK\$) ¹	22.4874	20.1062		23.2310	19.2629		22.5014	18.7318		-	-	
S&P Global Consumer Brands ETF (in HK\$) ¹	30.9705	25.6821		30.9525	23.7727		25.0827	19.2746		-	-	
S&P Asia ex JANZ Financials ETF (in HK\$) ¹	28.5301	23.4028		25.7892	21.8490		25.5139	19.1092		-	-	
S&P Asia ex JANZ IT ETF (in HK\$) ¹	32.7348	28.4540		29.2698	21.6384		25.0737	19.6922		-	-	
S&P Asia ex JANZ Industrials ETF (in HK\$) ¹	23.1863	20.4362		22.5493	19.2404		22.8255	18.5077		-	-	
S&P Asia ex JANZ Energy ETF (in HK\$) ¹	20.3359	14.8793		19.4402	15.6194		22.3627	17.1193		-	-	
S&P Asia ex JANZ Materials ETF (in HK\$) ¹	19.8931	16.0622		19.1097	15.7342		22.8138	17.4210		-	-	
MSCI China ETF (in HK\$) ²	25.9101	20.0785		23.1139	17.8478		-	-		-	-	
Hang Seng High Dividend Yield ETF (in HK\$) ²	23.1866	19.7785		21.0082	18.4980		-	-		-	-	
CSI 300 ETF (in RMB) ³	13.5582	7.9497		-	-		-	-		-	-	

¹The financial year of these Sub-Funds, which were new additions to the Trust during the period ended 31 March 2013, commences from 18 January 2012 (date of inception) to 31 March 2013.

²The financial year of these Sub-Funds, which were new additions to the Trust during the period ended 31 March 2014, commences from 11 June 2013 (date of inception) to 31 March 2014.

³The financial year of this Sub-Fund, which was new addition to the Trust during the period ended 31 March 2015, commences from 24 September 2014 (date of inception) to 31 March 2015.

HORIZONS EXCHANGE TRADED FUNDS SERIES

PERFORMANCE RECORD (UNAUDITED) (CONTINUED)

PERFORMANCE OF THE SUB-FUNDS

	For the year/period ended 31 March 2015		For the year/period ended 31 March 2014		For the year/period ended 31 March 2013	
	Sub-Fund performance (%)	Index performance (%)	Sub-Fund performance (%)	Index performance (%)	Sub-Fund performance (%)	Index performance (%)
KOSPI 200 ETF (in HK\$)	(3.50)	(4.39)	3.82	2.21	1.33	0.71
S&P Emerging Asia Consumer ETF (in HK\$) ¹	2.01	3.31	(1.35)	0.20	7.59	9.26
S&P Global Consumer Brands ETF (in HK\$) ¹	(6.30)	(5.64)	21.76	23.49	20.54	22.15
S&P Asia ex JANZ Financials ETF (in HK\$) ¹	20.91	23.08	(4.51)	(2.93)	20.91	22.89
S&P Asia ex JANZ IT ETF (in HK\$) ¹	13.44	14.95	17.73	18.67	20.39	22.18
S&P Asia ex JANZ Industrials ETF (in HK\$) ¹	2.01	4.57	(0.36)	1.57	6.40	7.61
S&P Asia ex JANZ Energy ETF (in HK\$) ¹	(11.08)	(8.82)	(10.69)	(9.08)	(6.64)	(3.66)
S&P Asia ex JANZ Materials ETF (in HK\$) ¹	(5.47)	(3.77)	(0.82)	0.28	(11.45)	(9.29)
MSCI China ETF (in HK\$) ²	23.90	23.94	14.37	6.68	-	-
Hang Seng High Dividend Yield ETF (in HK\$) ²	16.94	17.56	0.84	1.07	-	-
CSI 300 ETF (in RMB) ³	63.64	65.91	-	-	-	-

¹The financial year of these Sub-Funds, which were new additions to the Trust during the period ended 31 March 2013, commences from 18 January 2012 (date of inception) to 31 March 2013

²The financial year of these Sub-Funds, which were new additions to the Trust during the period ended 31 March 2014, commences from 11 June 2013 (date of inception) to 31 March 2014

³The financial year of this Sub-Fund, which was new addition to the Trust during the period ended 31 March 2015, commences from 24 September 2014 (date of inception) to 31 March 2015

HORIZONS EXCHANGE TRADED FUNDS SERIES

MANAGEMENT AND ADMINISTRATION

Manager

Mirae Asset Global Investments (Hong Kong) Limited
Level 15, Three Pacific Place
1 Queen's Road East, Hong Kong

Directors of the Manager

Mr. Hyeon Joo Park
Mr. Jung Ho Rhee
Mr. Wan Youn Cho
Mr. Byung Ha Kim

Trustee

Cititrust Limited
50th Floor, Citibank Tower
Citibank Plaza, 3 Garden Road
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Custodian

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PRC Custodian[@]

Industrial and Commercial Bank of China Limited
55 Fuxingmennei Street,
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Service Agent

HK Conversion Agency Services Limited
2nd Floor, Infinitus Plaza
199 Des Voeux Road
Central, Hong Kong

Legal Adviser to the Manager

Simmons & Simmons
13th Floor, One Pacific Place
88 Queensway, Hong Kong

Auditors

Ernst & Young
22/F CITIC Tower
1 Tim Mei Avenue
Central, Hong Kong

Participating Dealers

ABN AMRO Clearing Hong Kong Limited
70th Floor, International Commerce Centre
1 Austin Road West
Kowloon, Hong Kong

Barclays Bank PLC^Ω

41st Floor, Cheung Kong Centre
2 Queen's Road Central
Central, Hong Kong

BNP Paribas Securities Services[¶]

21st-23rd Floor, PCCW Tower
Taikoo Place, 979 King's Road
Quarry Bay, Hong Kong

Participating Dealers (continued)

China International Capital Corporation Hong Kong Securities Limited[¶]

29th Floor, One International Finance Centre
1 Harbour View Street,
Central, Hong Kong

CIMB Securities Limited[¶]

Unit 7706-8, Level 77, International Commerce Centre,
1 Austin Road West
Kowloon, Hong Kong

Credit Suisse Securities (Hong Kong) Limited[¶]

88th Floor, International Commerce Centre
1 Austin Road West
Kowloon, Hong Kong

Goldman Sachs (Asia) Securities Limited

68th Floor, Cheung Kong Center
2 Queen's Road Central
Central, Hong Kong

KGI Securities (Hong Kong) Limited

41/F, Central Plaza
18 Harbour Road
Wan Chai, Hong Kong

Macquarie Bank Limited[¶]

18/F, One International Finance Centre
1 Harbour View Street
Central, Hong Kong

Merrill Lynch Far East Limited[¶]

15th Floor, Citibank Tower
3 Garden Road
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Asset Securities (HK) Limited)
Suite 1502, Level 15, Three Pacific Place
1 Queen's Road East, Hong Kong

Nomura International (Hong Kong) Limited[¶]

30th Floor, Two International Finance Centre
8 Finance Street
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SG Securities (HK) Limited[¶]

38th Floor, Three Pacific Place
1 Queen's Road East, Hong Kong

Shenyin Wanguo Securities (H.K.) Limited^Ω

Level 19, 28 Hennessy Road
Hong Kong

UBS Securities Hong Kong Limited[¶]

46-52/F, Two International Finance Centre
8 Finance Street
Central, Hong Kong

[†] In respect of KOSPI 200 ETF, MSCI China ETF and Hang Seng High Dividend Yield ETF only.

[¶] In respect of MSCI China ETF and Hang Seng High Dividend Yield ETF only.

[¶] In respect of MSCI China ETF, Hang Seng High Dividend Yield ETF and CSI 300 ETF only.

^Ω In respect of KOSPI 200 ETF, S&P Emerging Asia Consumer ETF, S&P Global Consumer Brands ETF, S&P Asia ex JANZ Financials ETF, S&P Asia ex JANZ IT ETF, S&P Asia ex JANZ Industrials ETF, S&P Asia ex JANZ Energy ETF and S&P Asia ex JANZ Materials ETF only.

^Ω In respect of KOSPI 200 ETF, S&P Emerging Asia Consumer ETF, S&P Global Consumer Brands ETF, S&P Asia ex JANZ Financials ETF, S&P Asia ex JANZ IT ETF, S&P Asia ex JANZ Industrials ETF, S&P Asia ex JANZ Energy ETF, S&P Asia ex JANZ Materials ETF, MSCI China ETF and Hang Seng High Dividend Yield ETF only.

[¶] In respect of KOSPI 200 ETF, MSCI China ETF, Hang Seng High Dividend Yield ETF and CSI 300 ETF only.

^Ω In respect of CSI 300 ETF only.

1. **Introduction:** This document provides a comprehensive overview of the project's objectives, scope, and the methodology employed for data analysis. The primary goal is to identify key trends and patterns within the dataset, enabling informed decision-making.

2. **Objectives:** The project aims to achieve the following goals:

- 2.1. **Data Collection:** Gather relevant data from various sources, ensuring accuracy and completeness.
- 2.2. **Data Cleaning:** Remove any missing or erroneous data points to ensure the integrity of the analysis.
- 2.3. **Data Analysis:** Apply statistical techniques to analyze the data, identifying trends and correlations.
- 2.4. **Reporting:** Generate clear and concise reports that communicate the findings to stakeholders.

3. **Scope:** The project focuses on analyzing data related to [specific topic/industry]. It covers the period from [start date] to [end date].

4. **Methodology:** The following methods were used for data analysis:

- 4.1. **Descriptive Statistics:** Used to summarize the basic features of the data, such as mean, median, and standard deviation.
- 4.2. **Inferential Statistics:** Applied to draw conclusions about the population based on the sample data.
- 4.3. **Regression Analysis:** Utilized to model the relationship between variables and predict future outcomes.
- 4.4. **Visualization:** Employed charts and graphs to present the data in a clear and intuitive manner.

5. **Results:** The analysis revealed several key findings:

- 5.1. **Trend 1:** There was a significant increase in [specific metric] over the observed period.
- 5.2. **Trend 2:** A strong negative correlation was observed between [variable 1] and [variable 2].
- 5.3. **Trend 3:** The data suggests that [specific factor] is a major driver of [specific outcome].

6. **Conclusion:** The project successfully identified key trends and patterns in the data. These findings provide valuable insights for decision-making and future research.

7. **Recommendations:** Based on the results, the following actions are recommended:

- 7.1. **Monitor [Metric]:** Continuously track [specific metric] to identify any further trends.
- 7.2. **Optimize [Process]:** Implement strategies to optimize [specific process] based on the identified correlations.
- 7.3. **Further Research:** Conduct additional research to explore the underlying causes of the observed trends.

8. **Appendix:** This section contains supplementary information, including raw data, detailed calculations, and additional charts.

9. **References:** A list of sources cited throughout the document, providing context and supporting the findings.

10. **Disclaimer:** The results of this analysis are based on the available data and should be interpreted with caution.