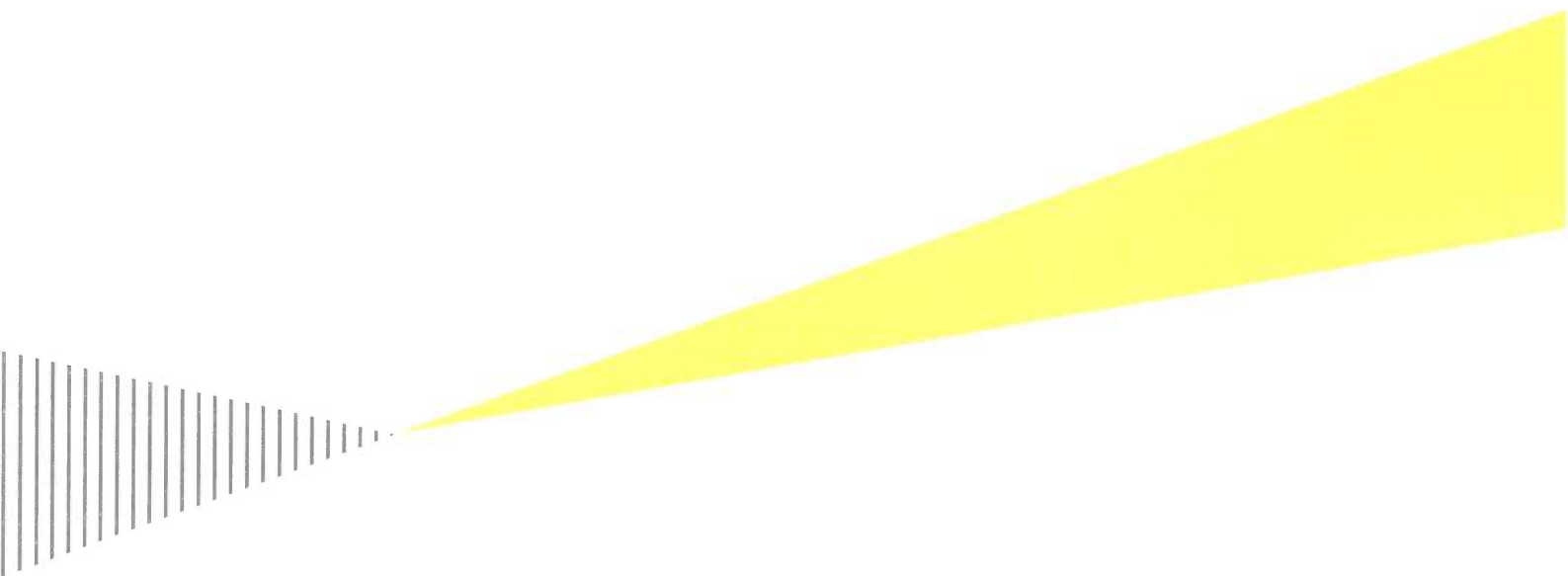


Audited Financial Statements

HAITONG ETF SERIES – HAITONG CSI300 INDEX ETF

(A sub-fund of the Haitong ETF series as an
umbrella unit trust under Hong Kong law)

31 December 2015



Building a better
working world

HAITONG CSI300 INDEX ETF
(A SUB-FUND OF HAITONG ETF SERIES)

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HAITONG CSI300 INDEX ETF
(A SUB-FUND OF HAITONG ETF SERIES)

MANAGEMENT AND ADMINISTRATION

Directors of the Manager

Lo Wai Ho
Poon Mo Yiu
Zhang Xinjun
Zhang Yibin
Yang Jianxin

Trustee and Registrar

HSBC Institutional Trust Services (Asia) Limited
1 Queen's Road Central
Hong Kong

Service Agent

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

Legal Advisers to the Manager

King & Wood Mallesons
13/F, Gloucester Tower
The Landmark
15 Queen's Road Central
Hong Kong

RQFII Holder

Haitong International Holdings Limited
22/F., Li Po Chun Chambers
189 Des Voeux Road Central
Hong Kong

Manager

Hai Tong Asset Management (HK) Limited
22/F, Li Po Chun Chambers
189 Des Voeux Road Central
Hong Kong

Auditors

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

Custodian

The Hongkong and Shanghai Banking
Corporation Limited
1 Queen's Road Central
Hong Kong

PRC Custodian

HSBC Bank (China) Company Limited
33/F, HSBC Building Shanghai IFC
8 Century Avenue, Pudong
Shanghai 200120, China

Investment Adviser

(Terminated with effect from 30 April 2015)
CSOP Asset Management Limited
Suite 2802, Two Exchange Square
8 Connaught Place Central
Hong Kong

HAITONG CSI300 INDEX ETF
(A SUB-FUND OF HAITONG ETF SERIES)

MANAGEMENT AND ADMINISTRATION (continued)

Participating Dealers

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

China Merchants Securities (HK) Co., Limited
48/F, One exchange square, Central,
Hong Kong

Credit Suisse Securities (Hong Kong) Limited
6/F, Alexandra House,
18 Chater Road, Central,
Hong Kong

Goldman Sachs (Asia) Securities Limited
68/F Cheung Kong Center,
2 Queen's Road Central,
Hong Kong

Haitong International Securities Company Limited
22/F Li Po Chun Chambers,
189 Des Voeux Road Central,
Hong Kong

KGI Securities (Hong Kong) Limited
41/F, Central Plaza,
18 Harbour Road, Wanchai,
Hong Kong

Merrill Lynch Far East Limited
15/F, Citibank Tower,
3 Garden Road, Central,
Hong Kong

Nomura International (Hong Kong) Limited
30/F, Two International Finance Centre,
8 Finance Street, Central,
Hong Kong

(Terminated with effect from 18 February 2016)
Standard Chartered Bank (Hong Kong) Limited
32/F, 4-4A Des Voeux Road, Central,
Hong Kong

UBS Securities Hong Kong Limited
42/F, One Exchange Square,
8 Connaught Road, Central,
Hong Kong

The Hongkong and Shanghai Banking Corporation Limited
1 Queen's Road Central,
Hong Kong

(Appointed on 27 October 2015)
SG Securities (HK) Limited
38/F, Three Pacific Place,
1 Queen's Road East,
Hong Kong

HAITONG CSI300 INDEX ETF
(A SUB-FUND OF HAITONG ETF SERIES)

REPORT OF THE MANAGER TO THE UNITHOLDERS

Market Review

In 2015, China's GDP growth was 6.9%, the economy continued to implement soft landing. Looking from the international environment, the economic recovery was weak, and the economic situation was complex, international trade declined, these factors affected the Chinese economy seriously.

In this year, sharp fluctuations occurred in A-share market, it had an impact on the rhythm of economic recovery and reform.

Overall, the whole economic of china was steady. we believe that the government would support strongly. Maintaining reasonable growth and keeping further structure adjustment will still be the most important directions in the next year.

Portfolio review

In 2015, Fund's NAV per unit increased 6.87% (not include Fund's dividends), and include Fund's dividends, the yield was 7.8%. The underlying index CSI300 returned 5.58% during the same period. The annualised tracking error of the fund is 1.556% (include the influence of fund's dividends and CGT adjustment and etc.).

Market Outlook

In 2016, the volatility risk of the China's A-share market will reduce smoothly. The reducing of the A-share market leverage will help the market to keep stable development.

Looking forward to the next period, we hold the opinion that the economic structure adjustment will be strengthened, consumer, consumer services, logistics industry and information technology industries, etc., will maintain rapid growth. We believe that monetary policy will remain loose, risk-free rate will continue to be downward, this will help to ease social average cost of financing, help enterprise management improvement, and help to support financial assets valuation at the same time.



Hai Tong Asset Management (HK) Limited

22 APR 2016

HAITONG CSI300 INDEX ETF
(A SUB-FUND OF HAITONG ETF SERIES)

REPORT OF THE TRUSTEE TO THE UNITHOLDERS

We hereby confirm that, in our opinion, Hai Tong Asset Management (HK) Limited the Manager of Haitong CSI300 Index ETF, a Sub-Fund of Haitong ETF Series has, in all material respects, managed the Sub-Fund in accordance with the provisions of the Trust Deed dated 13 December 2013 for the year ended 31 December 2015.



.....
HSBC Institutional Trust Services (Asia) Limited
22 APR 2016

HAITONG CSI300 INDEX ETF
(A SUB-FUND OF HAITONG ETF SERIES)

STATEMENT OF RESPONSIBILITIES OF THE MANAGER AND THE TRUSTEE

Manager's Responsibilities

The Manager of the Haitong CSI300 Index ETF, a Sub-Fund of Haitong ETF Series, is required by the Code on Unit Trusts and Mutual Funds established by the Securities & Futures Commission of Hong Kong (the "SFC Code") and the Trust Deed dated 13 December 2013 (the "Trust Deed"), to prepare financial statements for each annual accounting period which give a true and fair view of the financial position of the Sub-Fund at the end of that period and of the transactions for the period then ended. In preparing these financial statements the Manager is required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are prudent and reasonable; and
- prepare the financial statements on the basis that the Sub-Fund will continue in operation unless it is inappropriate to assume this.

The Manager is also required to manage the Sub-Fund in accordance with the Trust Deed and take reasonable steps for the prevention and detection of fraud and other irregularities.

Haitong ETF Series (the "Trust") is an umbrella unit trust governed by its Trust Deed. As at 31 December 2015, the Trust has established one Sub-Fund, namely the Haitong CSI300 Index ETF.

Trustee's Responsibilities

The Trustee of the Sub-Fund is required to:

- ensure that the Sub-Fund in all material respects is managed in accordance with the Trust Deed and that the investment and borrowing powers are complied with;
- satisfy itself that sufficient accounting and other records have been maintained;
- safeguard the property of the Sub-Fund and rights attaching thereto; and
- report to the unitholders for each annual accounting period should the Manager not managing the Sub-Fund in accordance to the Trust Deed.

Independent Auditors' Report

To the unitholders of Haitong CSI300 Index ETF
(a sub-fund of Haitong ETF Series)

We have audited the financial statements of Haitong CSI300 Index ETF (a sub-fund of Haitong ETF Series (the "Trust")) and referred to as the "Sub-Fund") set out on pages 8 to 41, which comprise the statement of financial position as at 31 December 2015, and the statement of profit or loss and other comprehensive income, the statement of changes in net assets attributable to unitholders, the statement of cash flows and the statement of distribution for the year then ended, 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 of the Sub-Fund 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 Trust Deed of the Sub-Fund (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 Trustee and the Manager 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 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.

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-Fund's preparation of financial statements that give 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 Sub-Fund's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Trustee and the Manager, 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.

Independent Auditors' Report (continued)

To the unitholders of Haitong CSI300 Index ETF
(a sub-fund of Haitong ETF Series)

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of the Sub-Fund as at 31 December 2015, and of its financial performance and cash flows for the year then ended 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

22 APR 2016

HAITONG CSI300 INDEX ETF
(A SUB-FUND OF HAITONG ETF SERIES)

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 December 2015

		Year ended 31 December 2015 RMB	Period from 5 March 2014 (date of inception) to 31 December 2014 RMB
	Notes		
INCOME			
Dividend income		8,519,110	36,471,573
Interest income		28,131	110,361
Other income		1,201,017	-
		<u>9,748,258</u>	<u>36,581,934</u>
EXPENSES			
Management fee	5(a)	(3,024,110)	(6,291,768)
Trustee fee	5(a)	(745,625)	(1,478,433)
Brokerage and other transaction fees		(587,029)	(1,931,404)
Legal and professional fee		(561,151)	(58,513)
Auditors' remuneration		(131,529)	(129,501)
Registrar fee	5(a)	(3,120)	(5,280)
Formation cost		-	(1,920,593)
Other expenses		(1,037,529)	(982,009)
		<u>(6,090,093)</u>	<u>(12,797,501)</u>
PROFIT BEFORE INVESTMENT GAIN AND EXCHANGE DIFFERENCES		3,658,165	23,784,433
INVESTMENT GAIN AND EXCHANGE DIFFERENCES			
Net realised gains on financial assets at fair value through profit or loss		191,842,830	216,938,598
Net change in unrealised gains or losses on financial assets at fair value through profit or loss		(158,741,848)	230,560,671
Foreign exchange differences		(66,802)	(2,124)
		<u>33,034,180</u>	<u>447,497,145</u>
PROFIT BEFORE TAX		36,692,345	471,281,578
Withholding tax credit/(expense)	7	<u>3,432,797</u>	<u>(9,334,367)</u>
PROFIT AFTER TAX AND TOTAL COMPREHENSIVE INCOME FOR THE YEAR/PERIOD		<u>40,125,142</u>	<u>461,947,211</u>

HAITONG CSI300 INDEX ETF
(A SUB-FUND OF HAITONG ETF SERIES)

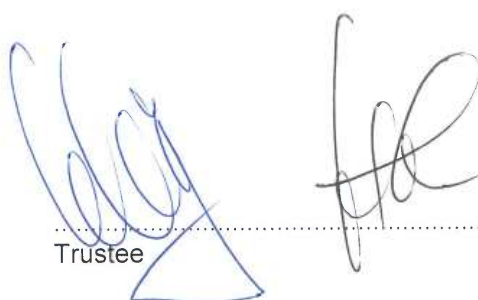
STATEMENT OF FINANCIAL POSITION

As at 31 December 2015

	Notes	2015 RMB	2014 RMB
ASSETS			
Financial assets at fair value through profit or loss	9	376,255,688	686,583,934
Amounts due from participating dealers		-	758,859
Amounts due from a broker		-	779,797
Deposit reserve - China Exchange Clearing		380,800	336,000
Prepayments and other receivables		24,406	34,440
Cash and bank balances	10	3,098,363	126,593,864
TOTAL ASSETS		379,759,257	815,086,894
LIABILITIES			
Amounts due to a participating dealer		-	1,083,392
Management fee payable	5(a)	191,825	433,166
Trustee fee payable	5(a)	48,156	104,688
Tax payable	7	-	5,482,617
Redemption payable		-	110,747,248
Other payables and accruals		565,520	324,469
TOTAL LIABILITIES		805,501	118,175,580
EQUITY			
Net assets value attributable to unitholders	11	378,953,756	696,911,314
TOTAL LIABILITIES AND EQUITY		379,759,257	815,086,894
 Number of units in issue	 11	 27,500,000	 54,000,000
 Net asset value per unit	 11	 13.7801	 12.9058



Manager



Trustee

HAITONG CSI300 INDEX ETF
(A SUB-FUND OF HAITONG ETF SERIES)

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

For the year ended 31 December 2015

	Note	RMB
Net assets attributable to unitholders at 1 January 2014		-
Subscription of units		1,726,345,913
Redemption of units		(1,478,151,810)
Profit after tax and total comprehensive income for the period		461,947,211
Distributions to unitholders	8	(13,230,000)
Net assets attributable to unitholders at 31 December 2014 and 1 January 2015		696,911,314
Subscription of units		110,872,900
Redemption of units		(465,055,600)
Profit after tax and total comprehensive income for the year		40,125,142
Distributions to unitholders	8	(3,900,000)
Net assets attributable to unitholders at 31 December 2015		<u>378,953,756</u>

HAITONG CSI300 INDEX ETF
(A SUB-FUND OF HAITONG ETF SERIES)

STATEMENT OF CASH FLOWS

For the year ended 31 December 2015

		Year ended 31 December 2015 RMB	Period from 5 March 2014 (date of inception) to 31 December 2014 RMB
	Notes		
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		36,692,345	471,281,578
Adjustments for:			
Dividend income		(8,519,110)	(36,471,573)
Interest income		(28,131)	(110,361)
Decrease/(increase) in financial assets at fair value through profit or loss		310,328,246	(686,583,934)
Decrease/(increase) in amounts due from participating dealers		758,859	(758,859)
Decrease/(increase) in amounts due from a broker		779,797	(779,797)
Increase in deposit reserve - China Exchange Clearing		(44,800)	(336,000)
Decrease/(increase) in prepayments and other receivables		1,974	(26,017)
(Decrease)/increase in amounts due to a participating dealer		(1,083,392)	1,083,392
(Decrease)/increase in management fee payable		(241,341)	433,166
(Decrease)/increase in trustee fee payable		(56,532)	104,688
Increase in other payables and accruals		241,051	324,469
Cash from/(used in) operations		328,828,966	(251,839,248)
Dividend received		8,519,110	36,471,573
Interest received		36,191	101,938
Tax paid		(2,049,820)	(3,851,750)
Net cash flows from/(used in) operating activities		345,334,447	(219,117,487)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of units		110,872,900	1,726,345,913
Payments on redemption of units		(575,802,848)	(1,367,404,562)
Distributions paid to unitholders	8	(3,900,000)	(13,230,000)
Net cash flows (used in)/from financing activities		(468,829,948)	345,711,351
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS			
		(123,495,501)	126,593,864
Cash and cash equivalents at the beginning of the year/period		126,593,864	-
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR/PERIOD		3,098,363	126,593,864
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Cash at banks	10	3,098,363	126,593,864

HAITONG CSI300 INDEX ETF
(A SUB-FUND OF HAITONG ETF SERIES)

STATEMENT OF DISTRIBUTION

For the year ended 31 December 2015

	Note	Year ended 31 December 2015 RMB	Period from 5 March 2014 (date of inception) to 31 December 2014 RMB
Undistributed income at the beginning of year/period		-	-
Profit after tax and total comprehensive income for the year/period		40,125,142	461,947,211
Net change in unrealised gains or losses on financial assets at fair value through profit or loss		158,741,848	(230,560,671)
Undistributed income before distribution		198,866,990	231,386,540
Distributions distributed on 5 August 2015 RMB0.12 per unit (2014: 5 August 2014 RMB0.09 per unit)	8	(3,900,000)	(13,230,000)
Transfer to capital		(194,966,990)	(218,156,540)
Undistributed income at year/period end		-	-

The amount available for distribution is the total net amount receivable by the Sub-Fund in respect of the relevant period ("Total Income") minus any expenses chargeable against income, subject to adjustments made in accordance with the Trust Deed. Total Income would include amount receivable by way of interests (e.g. generated from bank deposits and debt securities), or other receipts as determined by the Manager to be in the nature of income. Capital gains or losses, whether realised or unrealised, do not form part of Total Income and therefore would not impact on the amount available for distribution.

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

1. THE TRUST

Haitong ETF Series ("the Trust") is an umbrella unit trust governed by its trust deed dated 13 December 2013 (the "Trust Deed") between Hai Tong Asset Management Hong Kong Limited (the "Manager") and HSBC institutional Trust Services Asia Limited (The "Trustee"). The Trust Deed is governed by Hong Kong law. The Trust is authorised by the Securities and Futures Commission of Hong Kong (the "SFC") pursuant to section 104(1) of Securities and Futures Ordinance of Hong Kong.

These financial statements relate to the first Sub-Fund of the Trust, Haitong CSI300 Index ETF (the "Sub-Fund"). The date of inception of the Sub-Fund was 5 March 2014. The Sub-Fund is listed on the Hong Kong Stock Exchange ("HKEx"). The stock codes for RMB counter is 82811 and HK counter is 02811.

The investment objective of the Sub-Fund is to provide investment results, before the deduction of fees and expenses that closely correspond to the performance of underlying Index namely CSI 300 Index (the "Index"). In order to achieve the investment objective of the Sub-Fund, the Manager adopts a full replication strategy by directly investing all, or substantially all of the assets of the Sub-Fund in Index Securities constituting the Index in substantially the same weighting as the Index Securities have in the Index. The Sub-Fund will not invest in securities that are not Index Securities.

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

The Sub-Fund obtains exposure to securities issued within the PRC through the RQFII quotas of Haitong International Holdings Limited the holding company of the Manager (the "RQFII Holder"). As at 31 December 2015, the approved RQFII quota by the SAFE was RMB10.7 billion (2014: RMB10.7 billion).

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

2.1 BASIS OF PREPARATION

The financial statements of the Sub-Fund have been prepared in accordance with International Financial Reporting Standards ("IFRSs") issued by the International Accounting Standard 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 to the SFC Code.

The financial statements have been prepared under the historical cost basis, except for financial assets classified at fair value through profit or loss that have been measured at fair value. The financial statements are presented in RMB and all values are rounded to the nearest RMB except where otherwise indicated.

2.2 CHANGE IN ACCOUNTING POLICIES AND DISCLOSURES

The accounting policies adopted are consistent with those of the previous financial year, except for the following amendments to IFRS effective 1 January 2015:

Annual Improvements 2010-2012 Cycle

IAS 24 Related Party Disclosures: Clarifies that a management entity (an entity that provides key management personnel services) is a related party subject to the related party disclosures. In addition, an entity that uses a management entity is required to disclose the expenses incurred for management services. This amendment to IAS 24 has no impact on the Sub-Fund.

Annual Improvements 2011-2013 Cycle

IFRS 13 Fair Value Measurements: Clarifies that the portfolio exception in IFRS 13 can be applied not only to the financial assets and financial liabilities, but also to other contracts within the scope of IAS 39. The Sub-Fund does not apply the portfolio exception in IFRS 13.

2.3 IMPACT OF ISSUED BUT NOT YET EFFECTIVE INTERNATIONAL FINANCIAL REPORTING STANDARDS

The Sub-Fund 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 that replaces IAS 39 Financial Instruments: Recognition and Measurement and all previous versions of IFRS 9. IFRS 9 brings together all three aspects of the accounting for financial instruments project: 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. Except for hedge accounting, retrospective application is required but providing comparative information is not compulsory.

The Sub-Fund plans to adopt the new standard on the required effective date. During 2015, the Sub-Fund has performed a high-level impact assessment of all three aspects of IFRS 9. This preliminary assessment is based on currently available information and may be subject to changes arising from further detailed analyses or additional reasonable and supportable information being made available to the Sub-Fund in the future. Overall, the Sub-Fund expects no significant impact on its statement of financial position and equity except for the effect of applying the impairment requirements of IFRS 9. The Sub-Fund expects a higher loss allowance resulting in a negative impact on equity and will perform a detailed assessment in the future to determine the extent.

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

2.3 IMPACT OF ISSUED BUT NOT YET EFFECTIVE INTERNATIONAL FINANCIAL REPORTING STANDARDS (continued)

IFRS 9 Financial Instruments (continued)

The Sub-Fund does not expect a significant impact on its statement of financial position or equity on applying the classification and measurement requirements of IFRS 9. It expects to continue measuring at fair value all financial assets currently held at fair value.

IFRS 15 Revenue from Contracts with Customers

IFRS 15 was issued in May 2014 and establishes a new five-step model that will apply to revenue arising from contracts with customers. Under IFRS 15 revenue is recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The principles in IFRS 15 provide a more structured approach to measuring and recognising revenue.

The new revenue standard is applicable to all entities and will supersede all current revenue recognition requirements under IFRS. Either a full or modified retrospective application is required for annual periods beginning on or after 1 January 2018 with early adoption permitted. The Sub-Fund is currently assessing the impact of IFRS 15 and plans to adopt the new standard on the required effective date.

Amendments to IFRS 7 Financial Instruments: Disclosure of servicing contracts

The amendment clarifies that a servicing contract that includes a fee can constitute continuing involvement in a financial asset. An entity must assess the nature of the fee and the arrangement against the guidance for continuing involvement in IFRS 7 in order to assess whether the disclosures are required. The assessment of which servicing contracts constitute continuing involvement must be done retrospectively. However, the required disclosures would not need to be provided for any period beginning before the annual period in which the entity first applies the amendments. The Sub-Fund is currently assessing the impact of this amendment.

Amendments to IAS 1 Disclosure Initiative

The amendments to IAS 1 Presentation of Financial Statement clarify, rather than significantly change, existing IAS 1 requirements. The amendments clarify:

- The materiality requirement in IAS 1
- That specific line items in the statement of comprehensive income and OCI and the statement of financial position may be disaggregated
- That entities have flexibility as to the order in which they present the notes to financial statements
- That the share of OCI of associates and joint ventures accounted for using the equity method must be presented in aggregate as a single line item, and classified between those items that will or will not be subsequently reclassified to statement of comprehensive income

Furthermore, the amendments clarify the requirements that apply when additional subtotals are presented in the statement of financial position and the statement of comprehensive income and OCI.

These amendments are effective for annual periods beginning on or after 1 January 2016, with early adoption permitted. These amendments are not expected to have any impact on the Sub-Fund.

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial instruments

(i) *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

Financial assets designated as at fair value through profit or loss upon initial recognition: these include equity securities. These financial assets 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-Fund

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-Fund include in this category amount due from participating dealers, amount due from a broker, interest receivable on deposits and other receivables.

Financial liabilities

This category includes all financial liabilities. The Sub-Fund includes in this category amounts due to a participating dealer, management fee payable, trustee fee payable, redemption payable, and other short term payables.

(ii) *Recognition*

The Sub-Fund recognises a financial asset or a financial liability when, it becomes a party to the contractual provisions of the instrument.

Purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the marketplace (regular way trades) are recognised on the trade date, i.e., the date that the Sub-Fund commits to purchase or sell the asset.

(iii) *Initial measurement*

Financial assets at fair value through profit or loss are recorded in the statement of financial position at fair value. All transaction costs for such instruments are recognised directly in profit or loss.

Loans and receivables and financial liabilities (other than those classified as designated as at fair value through profit or loss) are measured initially at their fair value plus any directly attributable incremental costs of acquisition or issue.

(iv) *Subsequent measurement*

After initial measurement, the Sub-Fund measures financial instruments which are classified as at fair value through profit or loss at fair value. Subsequent changes in the fair value of those financial instruments are recorded in "net change in unrealised gains or losses on financial assets at fair value through profit or loss". Interest and dividend earned on these instruments are recorded separately in interest income and dividend income.

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.

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial instruments (continued)

(iv) *Subsequent measurement (continued)*

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 a 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 through 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-Fund estimate cash flows considering all contractual terms of the financial instruments, but does not consider future credit losses. The calculation includes all fees 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.

(v) *Derecognition*

A financial asset (or, where applicable a part of a financial asset or part of a group of similar financial assets) is derecognised where the rights to receive cash flows from the asset have expired; or the Sub-Fund has transferred its rights to receive cash flows from the asset or has 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-Fund has transferred substantially all the risks and rewards of the asset, or the Sub-Fund has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Sub-Fund has transferred its rights to receive cash flows from an asset (or has entered into a pass-through arrangement), and has 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-Fund's continuing involvement in the asset. In that case, the Sub-Fund also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Sub-Fund has retained.

The Sub-Fund derecognises a financial liability when the obligation under the liability is discharged, cancelled or expired.

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fair value measurement

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-Fund.

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 traded in active markets at the reporting date is based on their quoted price, without any deduction for transaction costs. Securities defined in these accounts as 'listed' are traded in an active market.

For all other financial instruments not traded in an active market, the fair value is determined by using the last traded price or valuation techniques deemed to be appropriate in the circumstances. Valuation techniques include the market approach (e.g. Price to Earnings Ratio) and income approach.

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-Fund determine whether transfers have occurred between levels in the hierarchy by reassessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the beginning of each reporting period.

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Impairment of financial assets

The Sub-Fund assesses 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 has been incurred, 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 incurred) 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 profit or loss.

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-Fund. 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.

Cash and cash equivalents

Cash and cash equivalents in the statement of financial position comprise cash on hand and 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 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 where applicable.

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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-Fund's net assets in the event of the Sub-Fund's 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-rate share of the Sub-Fund's net assets.
- (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-Fund over the life of the instrument.

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

- (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-Fund, and
- (b) the effect of substantially restricting or fixing the residual return to the redeemable unitholders.

The Sub-Fund continuously assesses 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-Fund 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-Fund 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-Fund in issuing its 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.

Own equity instruments that 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 the statement of profit or loss and other comprehensive income on the purchase, sale, issuance or cancellation of the Sub-Fund's own equity instruments.

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Amounts due from a broker

Amount due from a broker is receivable for securities sold (in a regular way transaction) that has been contracted for but not yet delivered on the reporting date.

Amount due to and due from participating dealers

Amounts due from/to participating dealers represent the duties and charges from creation and redemption receivable and payable to the participating dealer at the end of the reporting period. The amounts are non-interest bearing and repayable on demand.

Dividend income

Dividend income is recognised when the Sub-Fund's right to receive the payment is established. Dividend income is presented gross of any non-recoverable withholding taxes, which are disclosed separately in the statement of profit or loss and other comprehensive income.

Interest income and expenses

Interest income and expense recognised in the statement of profit or loss and other comprehensive income as it accrues using the effective interest method.

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 and liabilities as 'at fair value through profit or loss' and excludes interest and dividend income and expenses.

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.

Net realised gains or losses on disposal of financial investment

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.

Foreign currency

These financial statements are presented in RMB, which is the Sub-Fund's functional and presentation currency. Foreign currency transactions recorded by the Sub-Fund are initially recorded using their respective functional currency rates prevailing at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency rates of exchange ruling at the reporting date. Differences arising on settlement or transaction of monetary items are recognised in profit or loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates 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 currency transaction gains and losses on financial instruments classified as at fair value through profit or loss are included in profit or loss in the statement of profit or loss and other comprehensive income as part of the 'net gain or loss on financial assets and liabilities at fair value through profit or loss'.

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Functional currency

The Sub-Fund's functional currency is RMB, which is the currency of the primary economic environment in which it operates. The Sub-Fund's performance is evaluated and its liquidity is managed in RMB. Moreover, the net asset value per unit at the time of issue or redemption is determined and units quoted on the HKEx are denominated in RMB. Therefore, the RMB is considered as the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions. The Sub-Fund's presentation currency is also RMB.

Distributions to unitholders

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

Taxes

The Sub-Fund is exempt from all forms of taxation in Hong Kong, including income, capital gains and withholding taxes. However, in some jurisdictions, investment income and capital gains are subject to withholding tax deducted at the source of the income. The Sub-Fund presents the withholding tax separately from the gross investment income in the statement of profit or loss and other comprehensive income. For the purpose of the statement of cash flows, cash inflows from investments are presented net of withholding taxes, when applicable.

Related parties

A party is considered to be related to the Sub-Fund 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-Fund;
 - (ii) has significant influence over the Sub-Fund; or
 - (iii) is a member of the key management personnel of the Sub-Fund or of a parent of the Sub-Fund;
- or
- (b) the party is an entity where any of the following conditions applies:
 - (i) the entity and the Sub-Fund 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 Sub-Fund 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-Fund or an entity related to the Sub-Fund;
 - (vi) the entity is controlled or jointly controlled by a person identified in (a);
 - (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); and
 - (viii) the entity, or any member of group of which it is a part, provides key management personnel services to the Sub-Fund or to the parent of the Sub-Fund.

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

4. SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES

The preparation of the Sub-Fund's financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts recognised in the financial statements and disclosure of contingent liabilities. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in future periods.

Going concern

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

5. TRANSACTIONS WITH THE TRUSTEE, MANAGER AND THEIR CONNECTED PERSONS

The following is a summary of significant related party transactions entered into during the period between the Sub-Fund, the Trustee, Manager and their Connected Persons. Connected Persons of the Manager are those as defined in SFC Code. All transactions entered into during the period between the Sub-Fund and the Manager and its Connected Persons were carried out in the normal course of business and on normal commercial terms. To the best of the Manager's knowledge, the Sub-Fund does not have any other transactions with Connected Persons except for those disclosed below.

(a) Fees

Management fee

The Manager is entitled to receive management fee of up to 2% per annum of the net asset value of the Sub-Fund. The management fee is currently at a rate of 0.6% per annum with respect to the net asset value of the Sub-Fund calculated and accrued on each valuation day and are paid monthly in arrears.

Trustee fee

The Trustee is entitled to receive a trustee fee of up to 1% per annum of the net asset value of the Sub-Fund, accrued daily and calculated as at each dealing day and payable monthly in arrears. The trustee fee is calculated as a percentage per annum of the net asset value of the Sub-Fund at the rate as follows, subject to a monthly minimum of RMB40,000:

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

5. TRANSACTIONS WITH THE TRUSTEE, MANAGER AND THEIR CONNECTED PERSONS
(continued)

(a) Fees (continued)

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

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

Registrar fee

The Trustee, acting as the Registrar, is also entitled to receive a registrar fee of RMB120 per participating dealer per transaction for updating the register record of the Sub-Fund and an administrative transaction fee of RMB18,000 from 4 April 2014 onwards (from 5 March 2014 to 3 April 2014: RMB21,000) per participating dealer per transaction for handling any cash creation and redemption of units of the Sub-Fund.

(b) Bank deposits and investments held by the trustee's affiliates

The investments and bank balances deposited with the affiliates of the Trustee are summarised below.

As at 31 December 2015

	Note	RMB
<u>Investments</u>		
HSBC Bank (China) Company Limited ("HSBC China")		<u>376,255,688</u>
<u>Bank balances</u>		
The Hongkong and Shanghai Banking Corporation Limited ("HSBC")	10	108,127
HSBC China	10	2,990,236
		<u>3,098,363</u>

HAITONG CSI300 INDEX ETF
(A SUB-FUND OF HAITONG ETF SERIES)

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

5. TRANSACTIONS WITH THE TRUSTEE, MANAGER AND THEIR CONNECTED PERSONS
(continued)

(b) Bank deposits and investments held by the trustee's affiliates (continued)

As at 31 December 2014

		RMB
<u>Investments</u>		
HSBC Bank (China) Company Limited ("HSBC China")		686,583,934
<u>Bank balances</u>		
The Hongkong and Shanghai Banking Corporation Limited ("HSBC")	10	101,845,387
HSBC China	10	24,748,477
		126,593,864

(c) Holdings in the Sub-Fund

The Manager and the Trustee entered into a Participating Agreement with Participating Dealers to effect applications for creation and redemption of the Sub-Fund. The holdings in the Sub-Fund by the connected person of the Manager as at 31 December 2015 were as follows:

Haitong International Securities Company Limited is a fellow subsidiary of the Manager.

2015

	Units outstanding at 1 January 2015	Units subscribed/ transferred in	Units redeemed/ transferred out	Total RMB 31 December 2015
Haitong International Securities Company Limited	1,500,000	25,000,000	(24,500,000)	2,000,000

2014

	Units outstanding at 5 March 2014 (date of inception)	Units subscribed/ transferred in	Units redeemed/ transferred out	Total RMB 31 December 2014
Haitong International Securities Company Limited	-	148,500,000	(147,000,000)	1,500,000

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

5. TRANSACTIONS WITH THE TRUSTEE, MANAGER AND THEIR CONNECTED PERSONS
(continued)

(d) Investment transactions with connected persons of the Manager

During the year, the Sub-Funds entered into purchases and sales of investment transactions with Haitong Securities Company Limited, the holding company of the Manager. The respective values of investment transactions executed during the year are set out below:

	Aggregate value of transactions executed	Total commission paid	% of total transactions of the Sub-Fund	Average rate of commission of the Sub-Fund
<u>2015</u>				
Haitong Securities Company Limited	436,273,864	349,336	51.78	0.08%
<u>2014</u>				
Haitong Securities Company Limited	-	-	-	-

6. SOFT COMMISSION ARRANGEMENTS

The Manager and its connected persons may enter into soft commission arrangements with brokers under which certain goods and services used to support investment decision making will be received. The Manager and its connected persons will not make direct payment for these services but will transact an agreed amount of business with the brokers on behalf of the Sub-Fund and commission will be paid on these transactions.

The goods and services must be of demonstrable benefit to the Sub-Fund and may include research and advisory services, economic and political analysis, portfolio analysis including valuation and performance measurement, market analysis and data and quotation services, computer hardware and software incidental to the above goods and services, clearing and custodian services and investment-related publications.

The Manager had not participated in any soft dollar arrangements in respect of any transactions for the accounts of the Sub-Fund for the year ended 31 December 2015 (2014: Nil).

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

7. TAXATION

Hong Kong profits tax

No provision for Hong Kong profits tax has been made for the Sub-Fund. The Sub-Fund is authorised by the SFC as a collective investment scheme pursuant to Section 104 of the SFC to offer to the retail public in Hong Kong. It is exempted from Hong Kong Profits Tax under Section 26A (1A) of the Hong Kong Inland Revenue Ordinance.

PRC Tax

Under PRC laws and regulations, foreign investors (such as the Sub-Fund) may be subject to a 10% withholding tax on income (such as dividend/interest and capital gains) imposed on securities issued by PRC tax resident enterprises.

Distribution Tax

A 10% PRC withholding tax has been levied on dividend and interest payments from PRC companies to foreign investors. As such, the RQFII holder will pass on this tax liability to the Sub-Fund in the form of distribution tax and therefore the Sub-Fund is subject to a distribution tax of 10%. There is no assurance that the rate of the distribution tax will not be changed by the PRC tax authorities in the future.

The distribution tax for the year ended 31 December 2015 was RMB900,362 (2014: RMB3,840,362).

Capital Gains Tax

In view of 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 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") issued by the Ministry of Finance of the PRC (the "MoF"), the State Administration of Taxation of the PRC ("SAT") and the China Securities Regulatory Commission (the "CSRC"), the Sub-Fund has reversed all prior year provision for gross unrealised capital gains derived on disposal of A-Shares. With effect from 17 November 2014, no withholding tax is made by the Sub-Fund for capital gains derived on disposal of all A-Shares.

There is capital gains tax credit of RMB4,335,938 for the year ended 31 December 2015 (2014: RMB5,482,617 representing corporate income tax on realised capital gains from A-shares prior to 17 November 2014).

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

8. DISTRIBUTIONS

The distributions made by the Sub-Fund for the year/period are as follows:

	Year ended 31 December 2015 RMB	Period from 5 March 2014 (date of inception) to 31 December 2014 RMB
Distribution of RMB0.12 per unit distributed on 5 August 2015	3,900,000	-
Distribution of RMB0.09 per unit distributed on 5 August 2014	-	13,230,000

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-Fund.

9. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

The fair value of financial assets traded in active markets is based on quoted market prices at the close of trading on the period end date. The quoted market price used for financial assets held by the Sub-Fund is the current traded price.

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.

The following table shows an analysis of the Sub-Fund's financial assets measured at fair value at 31 December 2015 and 31 December 2014:

At 31 December 2015

	Quoted prices in active markets Level 1 RMB	Significant observable inputs Level 2 RMB	Significant unobservable inputs Level 3 RMB	Total RMB
<u>Financial assets at fair value through profit or loss</u>				
Listed equity securities	353,976,409	10,135,331	12,143,948	376,255,688

At 31 December 2014

	Quoted prices in active markets Level 1 RMB	Significant observable inputs Level 2 RMB	Significant unobservable inputs Level 3 RMB	Total RMB
<u>Financial assets at fair value through profit or loss</u>				
Listed equity securities	671,382,484	10,749,849	4,451,601	686,583,934

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

9. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

When fair values of listed equity securities at the reporting date are based on quoted market prices or binding dealer price quotations, without any deduction for transaction costs, the instruments are included within Level 1 of the hierarchy.

During the year ended 31 December 2015, there has been transfers of investments between Level 1 and Level 2 and between Level 1 and Level 3 due to suspension of trading.

Transfers between Level 1 and Level 2

As at 31 December 2015, the Sub-Fund reclassified nine listed equity securities, amounted to RMB8,815,211, under the Level 2 financial instruments due to suspension. These listed equity securities temporarily suspended trading as at 31 December 2015 and resumed from suspension before the date of authorisation of the financial statements for the year ended 31 December 2015.

As at 31 December 2014, the Sub-Fund reclassified six listed equity securities, amounted to RMB10,749,849, under the Level 2 financial instruments due to suspension. These listed equity securities temporarily suspended trading as at 31 December 2014 and resumed from suspension before the date of authorisation of the financial statements for the period ended 31 December 2014.

The transfer between Level 1 and Level 2 of the fair value hierarchy is deemed to have occurred at the end of the reporting period.

Transfers between Level 1 and Level 3

As at 31 December 2015, the Sub-Fund reclassified five listed equity securities, amounted to RMB12,143,948, under the Level 3 financial instruments due to suspension. These listed equity securities suspended trading as at 31 December 2015 and were still suspended from trading during the period between the end of the reporting period as at 31 December 2015 and the date of authorisation of the Sub-Fund's financial statements for the year ended 31 December 2015.

As at 31 December 2014, the Sub-Fund reclassified two listed equity securities, amounted to RMB4,451,601, under the Level 3 financial instruments due to suspension. These listed equity securities suspended trading as at 31 December 2014 and were still suspended from trading during the period between the end of the reporting period as at 31 December 2014 and the date of authorisation of the Sub-Fund's financial statements for the period ended 31 December 2014.

The transfer between Level 1 and Level 3 of the fair value hierarchy is deemed to have occurred at the end of the reporting period.

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

9. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

Transfers between Level 2 and Level 3

As at 31 December 2015, one of the listed equity securities temporarily suspended trading and resumed from suspension before the authorisation of the financial statements for the year ended 31 December 2015. As at 31 December 2015, the listed equity security has been reclassified from Level 3 to Level 2.

There is no listed equity security has transferred between Level 2 and Level 3 for the year ended 31 December 2014.

The transfer between Level 2 and Level 3 of the fair value hierarchy is deemed to have occurred at the end of the reporting period.

Valuation techniques

Listed equity securities traded in active market with quoted market prices

When fair values of listed equity securities at the reporting date are based on quoted market prices or binding dealer price quotations, in an active market for identical assets without any adjustments, the instruments are included within Level 1 of the hierarchy. The Sub-Fund values these investments at last trade prices.

Listed equity securities temporarily suspended on period end date

In the absence of a quoted price in an active market, the Manager applied market approach in which they have used the last trade price before their suspension trading as there has been no expected material gap-down. Adjustments are made to the valuations when necessary to recognise the differences of timing between the date of suspension and resumption which is within a reasonable time and the price fluctuation when the investments resume trading subsequent to period end. To the extent that the significant inputs are observable, the Sub-Fund categorises these investments as Level 2.

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

9. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

Valuation techniques (continued)

Listed equity securities suspended on period end date and has not resumed prior to the date of authorisation of the financial statements

The fair value of suspended 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 using the Index Return Method and then adjusting the last traded price by applying the index return of that suspended investments since the suspension date. The model incorporates unobservable inputs which include the relevant industry index. The Sub-Fund classifies the fair value of these investments as Level 3.

Valuation process for Level 3 valuations

The valuation of suspended investment is performed on a quarterly basis by the Management Team and reviewed by the senior management of the Manager. The latest valuation is compared with the valuations in the preceding quarters. 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 are applied to support the valuation arising from the chosen method. There were no changes in valuation techniques during the year.

Quantitative information of significant unobservable inputs - Level 3

Description	RMB	Valuation technique	Unobservable Input
As at 31 December 2015			
Equity securities	12,143,948	Index Return Method	Return on relevant industry index

Description	RMB	Valuation technique	Unobservable Input
As at 31 December 2014			
Equity securities	4,451,601	Price to earnings ("P/E") multiple	Average industry P/E Forecast EPS Liquidity discount

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

9. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

Valuation process for Level 3 valuations (continued)

Quantitative information of significant unobservable inputs – Level 3 (continued)

The following table demonstrates the sensitivity of the fair value of investments as at the end of the period to a reasonably possible change in the forecast earnings per share, with all other variables held constant.

As at 31 December 2015		Change in return of the index used	Effect on the fair value of investment RMB	Effect on the net assets attributable to unitholders RMB
Description	Input			
Equity securities	CSI 300 Index	5%	607,000	607,000
	CSI 300 Index	-5%	(607,000)	(607,000)

As at 31 December 2014		Sensitivity used	Effect on the fair value of investment RMB	Effect on the net assets attributable to unitholders RMB
Description	Input			
Equity securities	Average industry P/E	5%	227,000	227,000
	Average industry P/E	-5%	(227,000)	(227,000)
	Liquidity discount	10%	(476,000)	(476,000)
	Liquidity discount	-10%	476,000	476,000

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

9. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

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 ended 31 December 2015.

	As at 31 December 2015 RMB	As at 31 December 2014 RMB
Opening balance of the year/period	4,451,601	-
Transfer out of Level 3	(4,451,601)	-
Transfer into Level 3	12,143,948	4,451,601
Closing balance of the year/period	<u>12,143,948</u>	<u>4,451,601</u>
Total gains for the year/period included in profit or loss for assets held at the end of reporting period	<u>5,228,862</u>	<u>1,481,401</u>

10. CASH AND BANK BALANCES

The cash at banks are with the HSBC and HSBC China, affiliate companies of the Trustee, the custodian and the PRC custodian of the Sub-Fund. The bank account with HSBC China is an interest bearing account. The carrying amount of the cash at banks approximates to their fair value.

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

	2015 Units	2014 Units
Number of units in issue at the beginning of the year/period	54,000,000	-
Units issued	7,500,000	211,500,000
Units redeemed	(34,000,000)	(157,500,000)
Number of units in issue at the end of the year/period	<u>27,500,000</u>	<u>54,000,000</u>

The creation and redemption of units of the Sub-Fund 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.

NOTES TO THE FINANCIAL STATEMENTS

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

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.

Units are denominated in base currency and no fractions of a unit shall be created or issued by the Trustee. Units of the Sub-Fund are offered and issued at their dealing net asset value only in aggregations of a specified number of application units (the "Application Unit"). Units are redeemable only in an Application Unit or multiple thereof at the dealing net asset value. Currently, creation and redemption of units will be effected in cash.

A reconciliation of the net assets attributable to holders of redeemable units as reported in the statement of financial position to the net assets attributable to holders of redeemable units as determined for the purposes of processing unit subscriptions and redemptions is provided below:

	2015 RMB	2014 RMB
Published net assets attributable to unitholders (Note)	380,153,209	679,086,006
Recognition of preliminary expense	(1,199,453)	(1,577,192)
Subscription of the Sub-Fund's units	-	19,402,500
Net assets attributable to unitholders (per financial statements)	<u>378,953,756</u>	<u>696,911,314</u>

Note:

The published net assets are calculated in accordance with the explanatory memorandum where preliminary expense are capitalised and to be amortised over the first five years of the operation of the Sub-Fund, while the net assets as reported in the audited financial statements, the preliminary expenses are expensed as incurred, as required under IFRS.

	Published net assets per unit RMB	Net assets per unit (per audited financial statements) RMB
Net assets attributable to holders of redeemable units per unit at 31 December 2015	<u>13.8238</u>	<u>13.7801</u>
Net assets attributable to holders of redeemable units per unit at 31 December 2014	<u>12.9350</u>	<u>12.9058</u>

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

12 INVESTMENT LIMITATION AND PROHIBITIONS UNDER THE SFC CODE

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

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

The Manager and the Trustee have confirmed that the Sub-Fund has complied with this limit during the year.

There were no constituent securities that individually accounted for more than 10% of the net asset value of the Sub-Fund and their respective weightings of the CSI 300 Index as at 31 December 2015 and 31 December 2014.

13. FINANCIAL RISK AND MANAGEMENT OBJECTIVES AND POLICIES

Risk Management

The Sub-Fund's objective in managing risk is the creation and protection of unitholders value. Risk is inherent in the Sub-Fund's activities, but it is managed through a process of ongoing identification, measurement and monitoring, subject to risks limits and other controls. The process of risk management is critical to the Sub-Fund's continuing profitability. The Sub-Fund is exposed to market risk (which includes price risk, interest rate risk and currency risk), credit risk and liquidity risk arising from the financial instruments it holds.

The Sub-Fund's Manager is responsible for identifying and controlling risks. The board of directors of the Manager supervises the Manager and is ultimately responsible for the overall risk management approach within the Sub-Fund.

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

(a) Market risk

Market price risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices either caused by factors specific to the individual instrument or factors affecting all instruments in the market.

(i) Equity price risk

The Sub-Fund invested substantially all of its assets in A-Shares of those PRC companies comprising the Index in substantially the same weightings as constituted in the CSI 300 Index. The Sub-Fund is therefore exposed to substantially the same market price risk as the Index.

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

13. FINANCIAL RISK AND MANAGEMENT OBJECTIVES AND POLICIES (continued)

Risk Management (continued)

(a) Market risk (continued)

(i) Equity price risk (continued)

When there are changes in the constituent A-Shares comprised in the Index and/or their respective weightings within the Index, the Manager will rebalance the composition of the relevant investment holdings or the underlying dynamic basket of A-Shares of selected constituent companies of the Index.

As at 31 December 2015 and 31 December 2014, the Sub-Fund's investments were concentrated in the following industries.

	Fair value	% of net	Fair value	% of net
	RMB	asset value	RMB	asset value
	RMB	RMB	RMB	RMB
A-Shares holdings				
By sectors				
Consumer Discretionary	46,037,262	12.15	68,341,545	9.80
Consumer Staples	23,416,056	6.17	41,689,783	5.98
Energy	9,977,715	2.63	24,585,718	3.53
Financials	149,383,882	39.39	306,002,759	43.91
Health Care	15,718,452	4.16	27,018,882	3.88
Industrials	64,543,623	17.06	109,614,699	15.73
Information Technology	24,107,872	6.37	30,570,514	4.39
Materials	20,312,748	5.35	44,863,808	6.44
Telecommunication Services	8,505,049	2.24	8,422,051	1.21
Utilities	14,253,029	3.77	25,474,175	3.65
	<u>376,255,688</u>	<u>99.29</u>	<u>686,583,934</u>	<u>98.52</u>

Sensitivity analysis in the event of a possible change in the Index as estimated by the Manager

As at 31 December 2015, if the CSI300 Index were to increase by 10% (2014: 10%) with all other variables held constant, this would increase the profit before tax of the Sub-Fund for the year by approximately RMB37,625,569 (2014: RMB68,658,393). Conversely, if the CSI300 Index were to decrease by 10%, this would decrease the operating profit for the year by an approximately equal amount.

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

13. FINANCIAL RISK AND MANAGEMENT OBJECTIVES AND POLICIES (continued)

Risk Management (continued)

(a) 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 Manager considers that the Sub-Fund is not subject to significant amount of risk due to fluctuations in the prevailing level of market interest rate. As the financial instruments of the Sub-Fund are predominately listed equities, which are non-interest bearing, the Manager considers that the exposure to the changes in the fair value in the event of a change in market interest rates is not significant. Therefore, no sensitivity analysis is presented.

The Sub-Fund also has an interest bearing bank deposit with HSBC China. As the bank deposit is on demand, the Manager considers the movement in interest rates will have insignificant cash flow impact on daily net assets attributable to unitholders. Therefore no sensitivity analysis of interest on bank deposit is presented.

(iii) Currency risk

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

100% of the Sub-Fund's sales and purchases were denominated in the Sub-Fund's functional currency. Assets and liabilities held by the Sub-Fund are mainly denominated in RMB, the functional currency of the Sub-Fund. Therefore, the Manager considers the Sub-Fund is not exposed to significant currency risk and no sensitivity analysis is presented.

(b) Credit and counterparty risk

Credit risk is the risk of loss to the Sub-Fund that may arise on outstanding financial instruments should a counterparty default on its obligations. The Sub-Fund minimises exposure to credit risk by only dealing with creditworthy counterparties.

All transactions by the Sub-Fund in securities are settled/paid for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities 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 Sub-Fund's financial assets which are potentially subject to concentrations of counterparty risk consist principally of bank deposits and assets held with the Custodian. The tables below summarise the Sub-Fund's assets placed with banks and the PRC Custodian and their related credit ratings from Moody's:

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

13. FINANCIAL RISK AND MANAGEMENT OBJECTIVES AND POLICIES (continued)

Risk Management (continued)

(b) Credit and counterparty risk (continued)

	RMB	Credit rating	Source of credit rating
As at 31 December 2015			
<u>Banks</u>			
The Hong Kong and Shanghai Banking Corporation Limited ("HSBC")	108,127	A1	Moody's
HSBC Bank (China) Company Limited ("HSBC China")	2,990,236	A1	Moody's
<u>PRC Custodian</u>			
HSBC Bank (China) Company Limited ("HSBC China")	376,255,688	A1	Moody's
As at 31 December 2014			
<u>Banks</u>			
The Hong Kong and Shanghai Banking Corporation Limited ("HSBC")	101,845,387	Aa3	Moody's
HSBC Bank (China) Company Limited ("HSBC China")	24,748,477	A1	Moody's
<u>PRC Custodian</u>			
HSBC Bank (China) Company Limited ("HSBC China")	686,583,934	A1	Moody's

The Sub-Fund's maximum exposure to credit risk as at 31 December 2015 and 2014 is the carrying amount of the financial assets as shown on the Statement of financial position.

(c) Liquidity risk

Liquidity risk is defined as the risk that the Sub-Fund will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. Exposure to liquidity risk arises because of the possibility that the Sub-Fund could be required to pay its liabilities or redeem its units earlier than expected. The Sub-Fund is exposed to daily cash redemptions of its redeemable units. Units are redeemable at the holder's option based on the Sub-Fund's net asset value per unit at the time of redemption, calculated in accordance with the Sub-Fund's Trust Deed. It is the Sub-Fund's policy that the Manager monitors the Sub-Fund's liquidity position on a daily basis.

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

13. FINANCIAL RISK AND MANAGEMENT OBJECTIVES AND POLICIES (continued)

Risk Management (continued)

(c) Liquidity risk (continued)

The table below summarises the maturity profile of Sub-Fund's financial assets and liabilities at the end of the reporting period based on contractual undiscounted cash flows in order to provide a complete view of the Fund's contractual commitments and liquidity.

Financial liabilities

The maturity grouping is based on the remaining period from the end of the reporting period to the contractual maturity date. When counterparty has a choice of when the amount is paid, the liability is allocated to the earliest period in which the Sub-Fund can be required to pay.

Financial assets

Analysis of equity securities at fair value through profit or loss into maturity groupings is based on the expected date on which these assets will be realised. For other assets, the analysis into maturity groupings is based on the remaining period from the end of the reporting period to the contractual maturity date or, if earlier, the expected date on which the assets will be realised.

	Less than 1 month RMB	1 to 12 months RMB	Total RMB
As at 31 December 2015			
<u>Financial assets</u>			
Financial assets at fair value through profit or loss	364,111,740	12,143,948	376,255,688
Financial assets included in prepayments and other receivables	-	363	363
Deposit reserve – China Exchange Clearing	-	380,800	380,800
Cash and bank balances	3,098,363	-	3,098,363
Total	<u>367,210,103</u>	<u>12,525,111</u>	<u>379,735,214</u>
<u>Financial liabilities</u>			
Management fee payable	191,825	-	191,825
Trustee fee payable	48,156	-	48,156
Other payables and accruals	466,893	98,627	565,520
Total	<u>706,874</u>	<u>98,627</u>	<u>805,501</u>

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

13. FINANCIAL RISK AND MANAGEMENT OBJECTIVES AND POLICIES (continued)

Risk Management (continued)

(c) Liquidity risk (continued)

As at 31 December 2014	Less than 1 month RMB	1 to 12 months RMB	Total RMB
<u>Financial assets</u>			
Financial assets at fair value through profit or loss	682,132,333	4,451,601	686,583,934
Amount due from participating dealers	758,859	-	758,859
Amount due from a brokers	779,797	-	779,797
Financial assets included in prepayments and other receivables	-	8,423	8,423
Deposit reserve – China Exchange Clearing	-	336,000	336,000
Cash and bank balances	126,593,864	-	126,593,864
Total	810,264,853	4,796,024	815,060,877
<u>Financial liabilities</u>			
Amounts due to a participating dealer	1,083,392	-	1,083,392
Management fee payable	433,166	-	433,166
Trustee fee payable	104,688	-	104,688
Redemption payable	110,747,248	-	110,747,248
Other payables and accruals	282,126	42,343	324,469
Total	112,650,620	42,343	112,692,963

Capital management

The Sub-Fund's capital is represented by its net assets attributable to unitholders. The Sub-Fund strives to invest the subscriptions of redeemable participating units in investments that meet the Sub-Fund's investment objectives while maintaining sufficient liquidity to meet unitholder redemptions.

The Manager manages the capital of the Sub-Fund in accordance with the Sub-Fund's investment objectives and policies stated in the prospectus.

NOTES TO THE FINANCIAL STATEMENTS

31 December 2015

14. SEGMENT INFORMATION

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

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

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

The Sub-Fund is domiciled in Hong Kong. All of the Sub-Fund's income is from investments in securities which constitute its tracked Index. The Sub-Fund's investments are mainly domiciled in the PRC.

The Sub-Fund has no assets classified as non-current assets. The Sub-Fund has portfolios that closely correspond to the security weight and industry weight of its tracked Index.

15. APPROVAL OF THE FINANCIAL STATEMENTS

The financial statements were approved and authorised for issued by the Trustee and the Manager on 22 APR 2016

HAITONG CSI300 INDEX ETF
(A SUB-FUND OF HAITONG ETF SERIES)

INVESTMENT PORTFOLIO

As at 31 December 2015

	Holdings	Fair value RMB	% of Net Assets
Listed equities			
<u>China</u>			
Agricultural Bank of China Ltd	1,457,900	4,709,017	1.24
Aier Eye Hospital Group Co Ltd	14,947	472,026	0.12
Air China Ltd	97,500	836,550	0.22
Aisino Co Ltd	20,467	1,144,310	0.30
Aluminum Corporation of China Ltd	209,000	1,038,730	0.27
Angang Steel Co Ltd	70,400	335,808	0.09
Anhui Conch Cement Co Ltd	76,304	1,304,798	0.34
AVIC Aero-Engine Controls Co Ltd	17,500	553,350	0.15
AVIC Aircraft Co Ltd	42,200	1,045,294	0.28
AVIC Aviation Engine Corporation Plc	29,759	1,340,048	0.35
AVIC Helicopter Co Ltd	9,000	474,570	0.13
AVIC Investment Holdings Co Ltd	82,200	1,280,676	0.34
Bank of Beijing Co Ltd	386,598	4,070,877	1.07
Bank of China Ltd	803,800	3,223,238	0.85
Bank of Communications Co Ltd	898,100	5,783,764	1.53
Bank of Nanjing Co Ltd	77,050	1,363,785	0.36
Bank of Ningbo Co Ltd	74,316	1,152,641	0.30
Baoshan Iron & Steel Co Ltd	188,400	1,051,272	0.28
BBMG Corporation	47,700	446,949	0.12
Beijing Capital Co Ltd	36,800	374,992	0.10
Beijing Dabeinong Technology Group Co Ltd	62,600	764,346	0.20
Beijing Enlight Media Co Ltd	16,780	508,266	0.13
Beijing Jingneng Thermal Power Co Ltd	54,600	331,422	0.09
Beijing Origin Water Technology Co Ltd	23,400	1,211,418	0.32
Beijing Shiji Information Technology Co Ltd	4,700	709,700	0.19
Beijing SL Pharmaceutical Co Ltd	15,701	525,983	0.14
Beijing Tongrentang Co Ltd	26,119	1,165,169	0.31
Beijing Ultrapower Software Co Ltd	45,500	596,050	0.16
Beijing Xinwei Telecom Technology Group Co Ltd (formerly known as Beijign Zhongchuang Telecom Test Co Ltd)	44,600	1,193,050	0.31
Beijing Yanjing Brewery Co Ltd	53,748	442,346	0.12
Beiqi Foton Motor Co Ltd	63,600	402,588	0.11
BlueFocus Communication Group Co Ltd	58,945	868,260	0.23
BOE Technology Group Co Ltd	906,380	2,691,949	0.71
Bohai Leasing Co Ltd	67,700	610,654	0.16
BYD Co Ltd	23,806	1,533,106	0.40
CECEP Wind Power Corporation Co Ltd	7,500	118,350	0.03
Changjiang Securities Co Ltd	126,648	1,572,968	0.41
Chengdu Xingrong Environment Co Ltd (formerly known as Chengdu Xingrong Investment Co Ltd)	68,301	486,303	0.13
China Avionics Systems Co Ltd (formerly known as China Avic Electronics Co Ltd)	20,144	496,147	0.13
China Baoan Group Co Ltd	48,540	871,778	0.23
China CITIC Bank Corporation Ltd	121,638	878,226	0.23

HAITONG CSI300 INDEX ETF
(A SUB-FUND OF HAITONG ETF SERIES)

INVESTMENT PORTFOLIO (continued)

As at 31 December 2015

	Holdings	Fair value RMB	% of Net Assets
Listed equities (continued)			
<u>China (continued)</u>			
China Coal Energy Co Ltd	69,793	422,248	0.11
China Communications Construction Co Ltd	58,200	780,462	0.21
China Construction Bank Corporation	256,100	1,480,258	0.39
China COSCO Holdings Co Ltd	138,200	1,246,564	0.33
China CSSC Holdings Ltd	26,248	914,218	0.24
China Dongfanghong Spacesat Co Ltd	22,501	957,192	0.25
China Eastern Airlines Corporation Ltd	129,400	984,734	0.26
China Everbright Bank Co Ltd	607,300	2,574,952	0.68
China First Heavy Industries Co Ltd.	99,700	794,609	0.21
China Fortune Land Development Co Ltd	40,400	1,241,088	0.33
China Hainan Rubber Industry Group Co Ltd	45,000	340,200	0.09
China International Marine Containers (Group) Co Ltd	28,205	592,305	0.16
China International Travel Service Corporation Ltd	14,922	885,024	0.23
China Life Insurance Co Ltd	63,553	1,799,185	0.47
China Merchants Bank Co Ltd	393,384	7,076,978	1.87
China Merchants Energy Shipping Co Ltd	80,800	572,872	0.15
China Merchants Securities Co Ltd	110,800	2,404,360	0.63
China Merchants Shekou Industrial Zone Co Ltd	84,612	1,765,006	0.47
China Minmetals Rare Metal Earth Co Ltd	26,176	541,843	0.14
China Minsheng Banking Co Ltd	1,127,038	10,864,646	2.87
China Molybdenum Co Ltd	98,533	439,457	0.12
China National Chemical Engineering Co Ltd	75,300	518,817	0.14
China National Nuclear Power Co Ltd	178,100	1,699,074	0.45
China Northern Rare Earth (Group) High-Tech Co Ltd	83,150	1,165,763	0.31
China Oilfield Services Ltd	22,541	349,836	0.09
China Pacific Insurance Group Co Ltd	119,865	3,459,304	0.91
China Petroleum & Chemical Corporation	400,900	1,988,464	0.52
China Railway Group Ltd	213,200	2,328,144	0.61
China Railways Construction Corporation	131,600	1,773,968	0.47
China Resources Sanjiu Medical and Pharmaceutical Co Ltd	14,906	406,934	0.11
China Shenhua Energy Co Ltd	75,513	1,130,430	0.30
China Shipbuilding Industry Co Ltd	350,152	3,291,429	0.87
China Shipping Container Lines Co Ltd	143,400	1,009,536	0.27
China South Publishing & Media Group Co Ltd	27,432	655,625	0.17
China Southern Airlines Co Ltd	133,900	1,147,523	0.30
China State Construction Engineering Corporation Ltd	572,100	3,627,114	0.96
China United Network Communications Ltd	323,323	1,998,136	0.53
China Vanke Co Ltd	295,916	7,229,228	1.91
China XD Electric Co Ltd	78,200	532,542	0.14
China Yangtze Power Co Ltd	188,800	2,560,128	0.68
Chinese Universe Publishing & Media Co Ltd	21,000	493,290	0.13
Chongqing Changan Automobile Co Ltd	86,100	1,461,117	0.39
Chongqing Water Group Co Ltd	21,930	204,607	0.05
CITIC Heavy Industries Co Ltd	47,000	321,950	0.08

HAITONG CSI300 INDEX ETF
(A SUB-FUND OF HAITONG ETF SERIES)

INVESTMENT PORTFOLIO (continued)

As at 31 December 2015

	Holdings	Fair value RMB	% of Net Assets
Listed equities (continued)			
<u>China (continued)</u>			
CITIC Securities Co Ltd	300,156	5,808,019	1.53
CRRC Corporation Ltd (formerly known as CSR Corporation Ltd)	349,570	4,491,974	1.19
Daqin Railway Co Ltd	226,748	1,954,568	0.52
Datang International Power Generation Co Ltd	114,300	587,502	0.15
DHC Software Co Ltd	29,802	748,030	0.20
Dongfang Electric Corporation Ltd	45,700	622,891	0.16
Dongxing Securities Co Ltd	19,100	572,427	0.15
Dongxu Optoelectronic Technology Co Ltd	64,424	584,970	0.15
Dr Peng Telecom & Media Group Co Ltd	42,700	1,012,844	0.27
East Money Information Co Ltd	45,400	2,362,162	0.62
Everbright Securities Co Ltd	44,700	1,025,418	0.27
FAW Car Co Ltd	31,010	507,634	0.13
Finance Street Holding Co Ltd	57,000	657,210	0.17
Foshan Haitian Flavouring & Food Co Ltd	10,294	363,893	0.10
Founder Securities Co Ltd	157,000	1,507,200	0.40
Fuyao Glass Industry Group Co Ltd	53,488	812,483	0.21
GD Power Development Co Ltd	374,700	1,472,571	0.39
Gemdale Corporation	85,800	1,184,040	0.31
Gezhouba Group Co Ltd	105,400	829,498	0.22
GF Securities Co Ltd	112,911	2,196,119	0.58
Glodon Software Co Ltd	25,795	468,953	0.12
GoerTek Inc	34,900	1,207,540	0.32
Gousen Securities Co Ltd	46,900	926,275	0.24
Great Wall Motor Co Ltd	46,000	553,840	0.15
Gree Electric Appliances Inc of Zhuhai	183,514	4,101,538	1.08
Guangdong Alpha Animation and Culture Co Ltd	19,298	997,900	0.26
Guangdong By-Health Biotechnology Co Ltd	11,100	427,350	0.11
Guangdong Electric Power Development Co Ltd	34,000	249,900	0.07
Guangdong Golden Horse Tourism Group Stock Co Ltd	17,100	497,952	0.13
Guanghui Energy Co Ltd	119,520	797,198	0.21
Guangshen Railway Co Ltd	129,299	647,788	0.17
Guangxi Wuzhou Zhongheng Group Co Ltd	106,074	778,583	0.21
Guangzhou Automobile Group Co Ltd	20,900	471,713	0.12
Guangzhou Baiyunshan Pharmaceutical Holdings Co Ltd	20,377	616,812	0.16
Guangzhou Haige Communication Group	65,506	1,093,295	0.29
Guotai Junan Securities Co Ltd	58,200	1,390,980	0.37
Guoyuan Securities Co Ltd	44,901	1,014,314	0.27
Hainan Airlines Co Ltd	225,300	876,417	0.23
Hainan Mining Co Ltd	8,800	123,992	0.03
Haitong Securities Co Ltd	308,647	4,882,795	1.29
Hangzhou Hikvision Digital Technology Co Ltd	46,551	1,600,889	0.42
Han's Laser Technology Industry Group Co Ltd	32,241	834,719	0.22
Hebei Iron & Steel Co Ltd	162,000	539,460	0.14

HAITONG CSI300 INDEX ETF
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INVESTMENT PORTFOLIO (continued)

As at 31 December 2015

	Holdings	Fair value RMB	% of Net Assets
Listed equities (continued)			
<u>China (continued)</u>			
Heilan Home Co Ltd	51,400	717,544	0.19
Henan Shuanghui Investment & Development Co Ltd	37,758	770,641	0.20
Hisense Electric Co Ltd	29,941	588,939	0.16
Hua Xia Bank Co Ltd	203,713	2,473,076	0.65
Huadian Power International Corporation Ltd	93,200	633,760	0.17
Huadong Medicine Co Ltd	8,247	675,924	0.18
Hualan Biological Engineering Inc	11,100	488,400	0.13
Huaneng Power International Inc	160,197	1,398,520	0.37
Huatai Securities Co Ltd	124,581	2,456,737	0.65
Huawen Media Investment Group Corporation	62,600	940,878	0.25
Huayi Brothers Media Corporation	37,101	1,538,949	0.41
HUAYU Automotive Systems Co Ltd	39,400	664,284	0.18
Hubei Energy Group Co Ltd	81,600	501,024	0.13
Hunan TV & Broadcast Intermediary Co Ltd	43,226	1,148,083	0.30
Hundsun Electronic Co Ltd	18,814	1,147,090	0.30
iFLYTEK Co Ltd (formerly known as Anhui USTC iFLYTEK Co Ltd)	34,276	1,269,926	0.33
Industrial and Commercial Bank of China Ltd	822,600	3,767,508	0.99
Industrial Bank Co Ltd	508,612	8,682,007	2.29
Industrial Securities Co Ltd	158,690	1,745,590	0.46
Inner Mongolia Junzheng Energy & Chemical Industry Co Ltd	42,208	483,282	0.13
Inner Mongolia MengDian HuaNeng Thermal Power Corporation Ltd	110,700	494,829	0.13
Inner Mongolia Yili Industrial Group Co Ltd	231,340	3,800,916	1.00
Inner Mongolian BaoTou Steel Union Co Ltd	372,500	1,344,725	0.35
Jiangsu Broadcasting Cable Information Network Corporation Ltd	22,800	468,768	0.12
Jiangsu Hengrui Medicine Co Ltd	44,722	2,196,745	0.58
Jiangsu Kangde Xin Composite Material Co Ltd	48,906	1,863,319	0.49
Jiangsu Phoenix Publishing & Media Corporation Ltd	29,100	463,563	0.12
Jiangsu Yanghe Brewery Joint-Stock Co Ltd	23,029	1,578,408	0.42
Jiangxi Copper Co Ltd	31,690	498,801	0.13
Jihua Group Corporation Ltd	58,800	674,436	0.18
Jilin Aodong Medicine Industry Groups Co Ltd	27,242	843,140	0.22
Jinduicheng Molybdenum Co Ltd	36,867	305,259	0.08
Jizhong Energy Resources Co Ltd	40,390	203,566	0.05
Jointown Pharmaceutical Group Co Ltd	12,600	246,960	0.07
Juneyao Airlines Co Ltd	5,200	177,684	0.05
Kangmei Pharmaceutical Co Ltd	117,346	1,989,015	0.52
Kweichow Moutai Co Ltd	19,162	4,180,957	1.10
Lepu Medical Technology Co Ltd	18,600	717,960	0.19
Leshi Internet Information & Technology (Beijing) Co Ltd	35,300	2,075,640	0.55
Liaoning Cheng Da Co Ltd	46,557	1,052,188	0.28
Luxin Venture Capital Group Co Ltd	11,400	445,398	0.12
Luxshare Precision Industry Co Ltd	19,041	608,360	0.16
Luzhou Laojiao Co Ltd	26,733	724,999	0.19
MeiHua Holdings Group Co Ltd	71,100	649,854	0.17
Metallurgical Corporation of China Ltd	185,800	1,118,516	0.30
Midea Group Co Ltd	81,327	2,669,152	0.70

HAITONG CSI300 INDEX ETF
(A SUB-FUND OF HAITONG ETF SERIES)

INVESTMENT PORTFOLIO (continued)

As at 31 December 2015

	Holdings	Fair value RMB	% of Net Assets
Listed equities (continued)			
<u>China (continued)</u>			
NARI Technology Development Co Ltd	55,567	926,858	0.24
Neusoft Co Ltd	33,678	1,045,702	0.28
New China Life Insurance Co Ltd	23,832	1,244,269	0.33
New Hope Liuhe Co Ltd	47,600	903,924	0.24
Ningbo Port Co Ltd	177,400	1,447,584	0.38
Northeast Securities Co Ltd	44,812	784,210	0.21
Oceanwide Holdings Co Ltd	52,100	653,855	0.17
Offshore Oil Engineering Co Ltd	84,300	754,485	0.20
Orient Securities Co Ltd	40,300	938,587	0.25
Ourpalm Co Ltd	56,500	791,000	0.21
Pacific Security Co Ltd	134,600	1,321,772	0.35
Pang Da Automobile Trade Co Ltd	123,600	484,512	0.13
Pangang Group Vanadium Titanium & Resources Co Ltd	163,800	601,146	0.16
People.cn Co Ltd	21,040	479,922	0.13
PetroChina Co Ltd	185,234	1,546,704	0.41
Ping An Bank Co Ltd	218,230	2,616,578	0.69
Ping An Insurance (Group) Co of China Ltd	413,092	14,871,312	3.92
Poly Real Estate Group Co Ltd	246,100	2,618,504	0.69
Power Construction Corporation of China	157,400	1,263,922	0.33
Qingdao Haier Co Ltd	121,546	1,205,736	0.32
Qinghai Salt Lake Potash Co Ltd	24,300	624,024	0.16
Risesun Real Estate Development Co Ltd	58,334	555,923	0.15
SAIC Motor Corporation Ltd	126,185	2,677,646	0.71
Sanan Optoelectronics Co Ltd	54,805	1,330,665	0.35
Sany Heavy Industry Co Ltd	145,232	955,627	0.25
SDIC Power Holdings Co Ltd (formerly known as SDIC Huajing Power Holdings Co Ltd.)	129,420	1,080,657	0.29
Sealand Securities Co Ltd	53,540	687,989	0.18
Searainbow Holding Corporation	27,400	917,626	0.24
Shaanxi Coal Industry Co Ltd	76,300	370,818	0.10
Shandong Dong-E E-Jiao Co Ltd	19,996	1,045,791	0.28
Shandong Expressway Co Ltd	25,700	182,727	0.05
Shandong Gold Mining Co Ltd	27,125	569,625	0.15
Shandong Kingenta Ecological Engineering Co Ltd	23,800	484,092	0.13
Shanghai 2345 Network Holdings Group Co Ltd	10,000	370,000	0.10
Shanghai Bailian Group Co Ltd	29,400	525,378	0.14
Shanghai Construction Co Ltd	67,995	481,405	0.13
Shanghai Electric Group Co Ltd	112,700	1,300,558	0.34
Shanghai Electric Power Co Ltd	32,600	479,872	0.13
Shanghai Fosun Pharmaceutical (Group) Co Ltd	44,849	1,053,503	0.28
Shanghai International Airport Co Ltd	36,728	1,084,211	0.29
Shanghai International Port Group Co Ltd	123,720	801,706	0.21
Shanghai Jahwa United Co Ltd	20,558	811,835	0.21
Shanghai Lujiazui Finance & Trade Zone Development Co Ltd	15,520	778,173	0.21
Shanghai Oriental Pearl Media Co Ltd (formerly known as BestV New Media Co Ltd)	70,080	2,655,331	0.70

HAITONG CSI300 INDEX ETF
(A SUB-FUND OF HAITONG ETF SERIES)

INVESTMENT PORTFOLIO (continued)

As at 31 December 2015

	Holdings	Fair value RMB	% of Net Assets
Listed equities (continued)			
<u>China (continued)</u>			
Shanghai Pharmaceutical Co Ltd	43,964	875,323	0.23
Shanghai Pudong Development Bank Co Ltd	355,700	6,498,639	1.71
Shanghai RAAS Blood Products Co Ltd	21,010	835,568	0.22
Shanghai SMI Holding Co Ltd (formerly known as Shanghai Chengtong Holdings Co Ltd)	57,000	1,320,120	0.35
Shanghai Tunnel Engineering Co Ltd	60,000	638,400	0.17
Shanghai Waigaoqiao FTZ Development Co Ltd	14,253	374,426	0.10
Shanghai Wangsu Science & Technology Co Ltd	18,672	1,120,133	0.30
Shanghai Zhangjiang Hi-Tech Park Development Co Ltd	29,500	850,485	0.22
Shanxi Lu'an Environment Energy Development Co Ltd	45,670	293,201	0.08
Shanxi Securities Co Ltd	48,000	731,520	0.19
Shanxi Taigang Stainless Steel Co Ltd	86,900	356,290	0.09
Shanxi Xishan Coal & Electricity Power Co Ltd	60,100	365,408	0.10
Shenergy Co Ltd	86,800	655,340	0.17
Shenwan Hongyuan Group Co Ltd	169,935	1,820,004	0.48
Shenzhen Agricultural Products Co Ltd	32,391	572,997	0.15
Shenzhen Energy Group Co Ltd	45,400	445,374	0.12
Shenzhen Hepalink Pharmaceutical Co Ltd	9,125	322,751	0.09
Shenzhen Inovance Technology Co Ltd	18,100	854,320	0.23
Shenzhen O-film Tech Co Ltd	27,550	854,601	0.23
Shenzhen Overseas Chinese Town Co Ltd	140,200	1,233,760	0.33
Shenzhen Salubris Pharmaceuticals Co Ltd	11,948	359,874	0.09
Shenzhen Zhongjin Lingnan Nonfemet Co Ltd	50,590	709,778	0.19
Siasun Robot & Automation Co Ltd	18,900	1,294,650	0.34
Sichuan Changhong Electric Co Ltd	140,800	815,232	0.21
Sichuan Chuantou Energy Co Ltd	83,900	902,764	0.24
Sichuan Kelun Pharmaceutic Co Ltd	33,000	613,800	0.16
Sinolink Securities Co Ltd	69,186	1,115,278	0.29
Sinopec Shanghai Petrochemical Co Ltd	83,600	541,728	0.14
Songcheng Performance Development Co Ltd	21,800	616,940	0.16
Soochow Security Co Ltd	82,366	1,323,622	0.35
Sound Environmental Resources Co Ltd	19,419	769,381	0.20
Southwest Securities Co Ltd	107,690	1,066,131	0.28
Spring Airlines Co Ltd	9,200	561,200	0.15
Suning Commerce Group Co Ltd	168,900	2,271,705	0.60
Suzhou Gold Mantis Constructions	33,643	628,451	0.17
Tasly Pharmaceutical Group Co Ltd	24,724	1,011,706	0.27
TBEA Co Ltd	99,137	1,166,842	0.31
TCL Corporation	325,800	1,387,908	0.37
Tianjin Port Co Ltd	31,900	359,513	0.09
Tianjin Zhonghuan Semiconductor Co Ltd	52,560	642,283	0.17
Tonghua Dongbao Pharmaceutical Co Ltd	30,280	822,708	0.22
Tongling Nonferrous Metals Group Co Ltd	145,800	521,964	0.14
Tsinghua Tongfang Co Ltd	67,800	1,225,824	0.32
Tsingtao Brewery Co Ltd	10,636	353,115	0.09

HAITONG CSI300 INDEX ETF
(A SUB-FUND OF HAITONG ETF SERIES)

INVESTMENT PORTFOLIO (continued)

As at 31 December 2015

	Holdings	Fair value RMB	% of Net Assets
Listed equities (continued)			
<u>China (continued)</u>			
Universal Scientific Industrial Co Ltd	12,486	180,548	0.05
Wanda Cinema Line Co Ltd	4,700	564,000	0.15
WanHua Chemical Group Co Ltd	41,206	735,527	0.19
Wanxiang Qianchao Co Ltd	43,760	990,289	0.26
Wasu Media Holdings Co Ltd	4,900	160,720	0.04
Weichai Power Co Ltd	92,324	891,850	0.24
Weifu High-Technology Co Ltd	19,177	474,822	0.13
Western Securities Co Ltd	42,600	1,401,966	0.37
Wintime Energy Co Ltd	128,040	610,751	0.16
Wuhan Iron and Steel Co Ltd	154,000	534,380	0.14
Wuliangye Yibin Co Ltd	72,379	1,974,499	0.52
XCMG Construction Machinery Co Ltd	162,100	688,925	0.18
Xiamen C&D Inc	83,258	1,441,196	0.38
Xiamen Tungsten Co Ltd	16,484	310,064	0.08
Xinhu Zhongbao Co Ltd	104,100	496,557	0.13
Xinjiang Goldwind Science & Technology Co Ltd	59,700	1,360,563	0.36
Xinxing Ductile Iron Pipes Co Ltd	83,400	541,266	0.14
XJ Electric Co Ltd	23,050	447,861	0.12
Yantai Jereh Oilfield Services Group Co Ltd	18,281	463,972	0.12
Yanzhou Coal Mining Co Ltd	14,699	138,906	0.04
Yingkou Port Group Co Ltd	74,100	351,975	0.09
Yonghui Superstores Co Ltd	77,562	783,376	0.21
Yonyou Network Technology Co Ltd	22,224	706,945	0.19
Youngor Group Co Ltd	59,405	967,113	0.26
Yunnan Baiyao Group Co Ltd	19,843	1,440,999	0.38
Zhejiang China Commodities City Group Co Ltd	103,800	953,922	0.25
Zhejiang Dahua Technology Co Ltd	26,512	978,293	0.26
ZheJiang Daily Media Group Co Ltd	27,100	510,293	0.13
Zhejiang Huace Film & TV Co Ltd	16,650	496,003	0.13
Zhejiang Longsheng Group Co Ltd	86,866	1,011,120	0.27
Zhejiang Yasha Decoration Co Ltd	25,490	401,977	0.11
Zhejiang Zheneng Electric	103,760	777,162	0.20
Zhengzhou Yutong Bus Co Ltd	50,701	1,140,265	0.30
Zhongjin Gold Co Ltd	56,111	557,182	0.15
Zhongtian Urban Development Group Co Ltd	65,700	599,184	0.16
Zijin Mining Group Co Ltd	361,600	1,272,832	0.34
Zoomlion Heavy Industry Science & Technology Co Ltd	167,569	896,494	0.24
ZTE Corporation	89,971	1,676,160	0.44
Total investments, at fair value		376,255,688	99.29
Total investments, at cost		304,436,865	

HAITONG CSI300 INDEX ETF
(A SUB-FUND OF HAITONG ETF SERIES)

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO

31 December 2015

	At 1 January 2015	Additions	Disposals	Corporate actions	At 31 December 2015
Listed equities					
<u>China</u>					
Agricultural Bank of China Ltd	2,100,500	782,700	(1,425,300)	-	1,457,900
Aier Eye Hospital Group Co Ltd	22,300	4,200	(19,200)	7,647	14,947
Air China Ltd	138,000	45,300	(85,800)	-	97,500
Aisino Co Ltd	44,267	7,400	(31,200)	-	20,467
Aluminum Corporation of China Ltd	296,100	195,900	(283,000)	-	209,000
Angang Steel Co Ltd	114,000	58,000	(101,600)	-	70,400
Anhui Conch Cement Co Ltd	113,704	74,100	(111,500)	-	76,304
AVIC Aero-Engine Controls Co Ltd	-	28,600	(11,100)	-	17,500
AVIC Aircraft Co Ltd	107,800	17,800	(83,400)	-	42,200
AVIC Aviation Engine Corporation Plc	48,559	12,700	(31,500)	-	29,759
AVIC Helicopter Co Ltd	11,800	8,300	(11,100)	-	9,000
AVIC Investment Holdings Co Ltd	122,900	53,800	(94,500)	-	82,200
Bank of Beijing Co Ltd	510,532	193,000	(396,000)	79,066	386,598
Bank of China Ltd	543,600	1,246,900	(986,700)	-	803,800
Bank of Communications Co Ltd	1,270,700	564,200	(936,800)	-	898,100
Bank of Nanjing Co Ltd	143,150	38,700	(104,800)	-	77,050
Bank of Ningbo Co Ltd	80,080	44,700	(65,600)	15,136	74,316
Baoshan Iron & Steel Co Ltd	399,300	66,700	(277,600)	-	188,400
BBMG Corporation	88,600	17,900	(58,800)	-	47,700
Beijing Capital Co Ltd	90,100	10,900	(64,200)	-	36,800
Beijing Dabeinong Technology Group Co Ltd	64,900	30,400	(54,900)	22,200	62,600
Beijing Enlight Media Co Ltd	35,000	4,500	(28,000)	5,280	16,780
Beijing Jingneng Thermal Power Co Ltd	84,200	45,400	(75,000)	-	54,600
Beijing Orient Landscape & Ecology Co Ltd	32,450	1,200	(33,650)	-	-
Beijing Origin Water Technology Co Ltd	46,200	12,500	(35,300)	-	23,400
Beijing Shiji Information Technology Co Ltd	7,400	4,400	(7,100)	-	4,700
Beijing SL Pharmaceutical Co Ltd	22,234	3,000	(15,300)	5,767	15,701
Beijing Tongrentang Co Ltd	52,519	9,200	(35,600)	-	26,119
Beijing Ultrapower Software Co Ltd	-	61,800	(16,300)	-	45,500
Beijing Xinwei Telecom Technology Group Co Ltd (formerly known as Beijign Zhongchuang Telecom Test Co Ltd)	8,600	42,400	(6,400)	-	44,600
Beijing Yanjing Brewery Co Ltd	112,948	15,400	(74,600)	-	53,748
Beijing Zhongke Sanhuan High-Tech Co Ltd	67,650	5,800	(73,450)	-	-
Beingmate Baby and Child Food Co Ltd	48,769	4,100	(52,869)	-	-
Beiqi Foton Motor Co Ltd	136,100	18,400	(90,900)	-	63,600
BlueFocus Communication Group Co Ltd	50,750	34,800	(59,500)	32,895	58,945
BOE Technology Group Co Ltd	823,880	658,900	(576,400)	-	906,380
Bohai Leasing Co Ltd	-	67,700	-	-	67,700
Bright Dairy & Food Co Ltd	48,708	4,100	(52,808)	-	-
BYD Co Ltd	36,306	13,500	(26,000)	-	23,806

HAITONG CSI300 INDEX ETF
(A SUB-FUND OF HAITONG ETF SERIES)

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (continued)

31 December 2015

	At 1 January 2015	Additions	Disposals	Corporate actions	At 31 December 2015
Listed equities (continued)					
<u>China (continued)</u>					
CECEP Wind Power Corporation Co Ltd	-	7,500	-	-	7,500
Changjiang Securities Co Ltd	269,648	43,400	(186,400)	-	126,648
Chengdu B-ray Media Co Ltd	53,124	2,000	(55,124)	-	-
Chengdu Xingrong Environment Co Ltd (formerly known as Chengdu Xingrong Investment Co Ltd)	144,201	19,900	(95,800)	-	68,301
China Avionics Systems Co Ltd (formerly known as China Avic Electronics Co Ltd)	42,844	6,100	(28,800)	-	20,144
China Baoan Group Co Ltd	137,240	4,800	(93,500)	-	48,540
China CAMC Engineering Co Ltd	26,015	5,100	(31,115)	-	-
China CITIC Bank Corporation Ltd	239,138	53,300	(170,800)	-	121,638
China CNR Corporation Ltd	724,000	18,700	(742,700)	-	-
China Coal Energy Co Ltd	148,093	19,900	(98,200)	-	69,793
China Communications Construction Co Ltd	190,000	26,900	(158,700)	-	58,200
China Construction Bank Corporation	777,300	128,500	(649,700)	-	256,100
China COSCO Holdings Co Ltd	-	182,600	(44,400)	-	138,200
China CSSC Holdings Ltd	55,748	9,100	(38,600)	-	26,248
China Dongfanghong Spacesat Co Ltd	46,201	9,300	(33,000)	-	22,501
China Eastern Airlines Corporation Ltd	207,100	66,000	(143,700)	-	129,400
China Everbright Bank Co Ltd	1,611,400	267,600	(1,271,700)	-	607,300
China First Heavy Industries	-	156,500	(56,800)	-	99,700
China Fortune Land Development Co Ltd	42,900	2,800	(34,800)	29,500	40,400
China Hainan Rubber Industry Group Co Ltd	94,400	16,500	(65,900)	-	45,000
China International Marine Containers (Group) Co Ltd	68,705	12,200	(52,700)	-	28,205
China International Travel Service Corporation Ltd	30,122	6,900	(22,100)	-	14,922
China Life Insurance Co Ltd	122,653	27,700	(86,800)	-	63,553
China Merchants Bank Co Ltd	1,358,584	227,100	(1,192,300)	-	393,384
China Merchants Energy Shipping Co Ltd	-	80,800	-	-	80,800
China Merchants Property Development Co Ltd	80,962	8,500	(89,462)	-	-
China Merchants Securities Co Ltd	187,400	52,600	(129,200)	-	110,800
China Merchants Shekou Industrial Zone Co Ltd	-	84,612	-	-	84,612
China Minmetals Rare Metal Earth Co Ltd	45,776	8,600	(28,200)	-	26,176
China Minsheng Banking Co Ltd	2,229,838	777,400	(1,880,200)	-	1,127,038
China Molybdenum Co Ltd	19,111	295,500	(283,500)	67,422	98,533
China National Chemical Engineering Co Ltd	159,900	21,400	(106,000)	-	75,300
China National Nuclear Power Co Ltd	-	178,100	-	-	178,100
China Northern Rare Earth (Group) High- Tech Co Ltd	117,900	25,300	(101,400)	41,350	83,150
China Oilfield Services Ltd	46,241	9,300	(33,000)	-	22,541

HAITONG CSI300 INDEX ETF
(A SUB-FUND OF HAITONG ETF SERIES)

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (continued)

31 December 2015

	At 1 January 2015	Additions	Disposals	Corporate actions	At 31 December 2015
Listed equities (continued)					
<u>China (continued)</u>					
China Pacific Insurance Group Co Ltd	254,465	43,200	(177,800)	-	119,865
China Petroleum & Chemical Corporation	448,800	352,600	(400,500)	-	400,900
China Railway Group Ltd	554,000	90,800	(431,600)	-	213,200
China Railways Construction Corporation	250,500	58,800	(177,700)	-	131,600
China Resources Sanjiu Medical and Pharmaceutical Co Ltd	31,706	4,600	(21,400)	-	14,906
China Shenhua Energy Co Ltd	267,513	32,900	(224,900)	-	75,513
China Shipbuilding Industry Co Ltd	594,752	199,400	(444,000)	-	350,152
China Shipping Container Lines Co Ltd	257,500	34,900	(149,000)	-	143,400
China South Publishing & Media Group Co Ltd	58,132	7,900	(38,600)	-	27,432
China Southern Airlines Co Ltd	283,700	44,900	(194,700)	-	133,900
China State Construction Engineering Corporation Ltd	1,213,100	204,100	(845,100)	-	572,100
China United Network Communications Ltd	685,723	114,700	(477,100)	-	323,323
China Vanke Co Ltd	763,216	181,100	(648,400)	-	295,916
China XD Electric Co Ltd	165,100	27,400	(114,300)	-	78,200
China Yangtze Power Co Ltd	400,200	28,000	(239,400)	-	188,800
Chinese Universe Publishing & Media Co Ltd	28,200	21,600	(28,800)	-	21,000
Chongqing Changan Automobile Co Ltd	178,500	33,700	(126,100)	-	86,100
Chongqing Water Group Co Ltd	78,430	7,200	(63,700)	-	21,930
CITIC Guoan Information Industry Co Ltd	76,700	2,800	(79,500)	-	-
CITIC Heavy Industries Co Ltd	-	47,000	-	-	47,000
CITIC Securities Co Ltd	648,256	119,700	(467,800)	-	300,156
CPT Technology Group Co Ltd	26,210	800	(27,010)	-	-
CRRC Corporation Ltd (formerly known as CSR Corporation Ltd)	843,700	340,370	(834,500)	-	349,570
Daqin Railway Co Ltd	479,348	82,500	(335,100)	-	226,748
Datang International Power Generation Co Ltd	-	178,600	(64,300)	-	114,300
DHC Software Co Ltd	60,502	19,400	(50,100)	-	29,802
Dongfang Electric Corporation Ltd	54,100	40,400	(48,800)	-	45,700
Dongxing Securities Co Ltd	-	19,100	-	-	19,100
Dongxu Optoelectronic Technology Co Ltd	92,024	51,400	(79,000)	-	64,424
Dr Peng Telecom & Media Group Co Ltd	88,700	10,400	(56,400)	-	42,700
East Money Information Co Ltd	-	70,700	(25,300)	-	45,400
Elion Clean Energy Co Ltd (formerly known as Inner Mongolia Yili Energy Co Ltd)	61,405	9,900	(71,305)	-	-
Everbright Securities Co Ltd	-	82,400	(37,700)	-	44,700
Fangda Carbon New Material Co Ltd	80,400	15,800	(96,200)	-	-
FAW Car Co Ltd	66,410	9,000	(44,400)	-	31,010
Fiberhome Telecommunication Technologies Co Ltd	35,503	6,200	(41,703)	-	-
Finance Street Holding Co Ltd	194,300	30,900	(168,200)	-	57,000

HAITONG CSI300 INDEX ETF
(A SUB-FUND OF HAITONG ETF SERIES)

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (continued)

31 December 2015

	At 1 January 2015	Additions	Disposals	Corporate actions	At 31 December 2015
Listed equities (continued)					
<u>China (continued)</u>					
Foshan Haitian Flavouring & Food Co Ltd	9,530	5,400	(11,700)	7,064	10,294
Founder Securities Co Ltd	331,000	57,100	(231,100)	-	157,000
Fuyao Glass Industry Group Co Ltd	112,688	18,700	(77,900)	-	53,488
Gansu Yasheng Industrial (Group) Co Ltd	125,839	16,900	(142,739)	-	-
GD Power Development Co Ltd	696,800	191,900	(514,000)	-	374,700
Gemdale Corporation	354,200	51,400	(319,800)	-	85,800
Gezhouba Group Co Ltd	185,300	50,200	(130,100)	-	105,400
GF Securities Co Ltd	238,511	40,900	(166,500)	-	112,911
Glodon Software Co Ltd	30,097	12,400	(26,500)	9,798	25,795
GoerTek Inc	61,300	9,300	(35,700)	-	34,900
Gousen Securities Co Ltd	-	73,700	(26,800)	-	46,900
Great Wall Motor Co Ltd	32,700	13,000	(31,500)	31,800	46,000
Gree Electric Appliances Inc of Zhuhai	195,857	58,600	(183,500)	112,557	183,514
Guangdong Advertising Co Ltd	35,516	4,500	(52,224)	12,208	-
Guangdong Alpha Animation and Culture Co Ltd	16,549	2,200	(10,400)	10,949	19,298
Guangdong By-Health Biotechnology Co Ltd	22,600	3,000	(14,500)	-	11,100
Guangdong Electric Power Development Co Ltd	-	41,900	(7,900)	-	34,000
Guangdong Golden Dragon Development Inc	-	23,200	(6,100)	-	17,100
Guanghui Energy Co Ltd	253,420	73,300	(207,200)	-	119,520
Guangshen Railway Co Ltd	274,299	36,800	(181,800)	-	129,299
Guangxi Wuzhou Zhongheng Group Co Ltd	75,258	17,600	(60,100)	73,316	106,074
Guangzhou Automobile Group Co Ltd	-	20,900	-	-	20,900
Guangzhou Baiyunshan Pharmaceutical Holdings Co Ltd	53,877	6,000	(39,500)	-	20,377
Guangzhou Haige Communication Group	63,853	22,200	(45,000)	24,453	65,506
Guizhou Panjiang Refined Coal Co Ltd	39,605	1,600	(41,205)	-	-
Guotai Junan Securities Co Ltd	-	58,200	-	-	58,200
Guoyuan Securities Co Ltd	78,101	22,000	(55,200)	-	44,901
Hainan Airlines Co Ltd	478,400	120,000	(373,100)	-	225,300
Hainan Mining Co Ltd	-	11,700	(2,900)	-	8,800
Haining China Leather Market Co Ltd	50,361	1,600	(51,961)	-	-
Haitong Securities Co Ltd	665,447	119,600	(476,400)	-	308,647
Hangzhou Hikvision Digital Technology Co Ltd	98,051	5,900	(57,400)	-	46,551
Han's Laser Technology Industry Group Co Ltd	69,541	18,000	(55,300)	-	32,241
Harbin Pharmaceutical Group Co Ltd	76,200	-	(76,200)	-	-
Hebei Iron & Steel Co Ltd	341,600	22,700	(202,300)	-	162,000
Heilan Home Co Ltd	55,000	83,900	(87,500)	-	51,400
Henan Shuanghui Investment & Development Co Ltd	53,539	10,700	(45,000)	18,519	37,758

HAITONG CSI300 INDEX ETF
(A SUB-FUND OF HAITONG ETF SERIES)

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (continued)

31 December 2015

	At 1 January 2015	Additions	Disposals	Corporate actions	At 31 December 2015
Listed equities (continued)					
<u>China (continued)</u>					
Hisense Electric Co Ltd	63,541	14,700	(48,300)	-	29,941
Hong Yuan Securities Co Ltd	173,926	-	(173,926)	-	-
Hua Xia Bank Co Ltd	360,444	66,300	(264,600)	41,569	203,713
Huadian Power International Corporation Ltd	120,800	87,900	(115,500)	-	93,200
Huadong Medicine Co Ltd	16,047	4,200	(12,000)	-	8,247
Hualan Biological Engineering Inc	24,100	3,300	(16,300)	-	11,100
Huaneng Power International Inc	340,197	55,900	(235,900)	-	160,197
Huatai Securities Co Ltd	227,681	54,200	(157,300)	-	124,581
Huawen Media Investment Group Corporation	95,400	13,200	(46,000)	-	62,600
Huayi Brothers Media Corporation	73,201	10,100	(46,200)	-	37,101
HUAYU Automotive Systems Co Ltd	83,400	12,900	(56,900)	-	39,400
Hubei Energy Group Co Ltd	388,500	16,500	(323,400)	-	81,600
Humanwell Healthcare Group Co Ltd	38,644	6,600	(45,244)	-	-
Hunan TV & Broadcast Intermediary Co Ltd	57,926	5,600	(20,300)	-	43,226
Hundsun Electronic Co Ltd	40,014	7,700	(28,900)	-	18,814
iFLYTEK Co Ltd (formerly known as Anhui USTC iFLYTEK Co Ltd)	46,184	12,700	(41,100)	16,492	34,276
Industrial and Commercial Bank of China Ltd	1,395,200	578,500	(1,151,100)	-	822,600
Industrial Bank Co Ltd	922,812	247,700	(661,900)	-	508,612
Industrial Securities Co Ltd	287,590	70,400	(199,300)	-	158,690
Inner Mongolia Junzheng Energy & Chemical Industry Co Ltd	80,460	12,300	(70,600)	20,048	42,208
Inner Mongolia MengDian HuaNeng Thermal Power Corporation Ltd	235,500	31,900	(156,700)	-	110,700
Inner Mongolia Yili Industrial Group Co Ltd	253,520	63,400	(256,000)	170,420	231,340
Inner Mongolian BaoTou Steel Union Co Ltd	648,100	195,700	(471,300)	-	372,500
Jiangsu Broadcasting Cable Information Network Corporation Ltd	-	22,800	-	-	22,800
Jiangsu Hengrui Medicine Co Ltd	60,186	18,800	(48,300)	14,036	44,722
Jiangsu Kangde Xin Composite Material Co Ltd	60,700	15,800	(48,700)	21,106	48,906
Jiangsu Phoenix Publishing & Media Corporation Ltd	61,300	9,000	(41,200)	-	29,100
Jiangsu Yanghe Brewery Joint-Stock Co Ltd	27,421	9,200	(20,200)	6,608	23,029
Jiangxi Copper Co Ltd	67,690	9,000	(45,000)	-	31,690
Jiangxi Hongdu Aviation Industry Co Ltd	35,600	4,500	(40,100)	-	-
Jihua Group Corporation Ltd	-	58,800	-	-	58,800
Jilin Aodong Medicine Industry Groups Co Ltd	58,942	7,500	(39,200)	-	27,242
Jinduicheng Molybdenum Co Ltd	79,467	10,500	(53,100)	-	36,867

HAITONG CSI300 INDEX ETF
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STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (continued)

31 December 2015

	At 1 January 2015	Additions	Disposals	Corporate actions	At 31 December 2015
Listed equities (continued)					
<u>China (continued)</u>					
JiShi Media Co Ltd	70,600	10,500	(117,700)	36,600	-
Jizhong Energy Resources Co Ltd	62,400	16,100	(52,000)	13,890	40,390
Jointown Pharmaceutical Group Co Ltd	23,800	7,100	(18,300)	-	12,600
Juneyao Airlines Co Ltd	-	2,600	-	2,600	5,200
Kangmei Pharmaceutical Co Ltd	123,923	54,500	(140,900)	79,823	117,346
Kingfa Science & Technology Co Ltd	123,650	4,800	(128,450)	-	-
Kweichow Moutai Co Ltd	37,611	8,400	(29,000)	2,151	19,162
Lepu Medical Technology Co Ltd	-	34,000	(15,400)	-	18,600
Leshi Internet Information & Technology (Beijing) Co Ltd	-	55,700	(20,400)	-	35,300
Liaoning Cheng Da Co Ltd	115,557	8,100	(77,100)	-	46,557
Luxin Venture Capital Group Co Ltd	16,600	8,800	(14,000)	-	11,400
Luxshare Precision Industry Co Ltd	19,994	9,800	(19,300)	8,547	19,041
Luzhou Laojiao Co Ltd	56,833	7,500	(37,600)	-	26,733
MeiHua Holdings Group Co Ltd	125,500	32,300	(86,700)	-	71,100
Metallurgical Corporation of China Ltd	394,900	60,900	(270,000)	-	185,800
Midea Group Co Ltd	173,627	25,000	(117,300)	-	81,327
Minmetals Development Co Ltd	35,400	1,200	(36,600)	-	-
NARI Technology Development Co Ltd	118,367	18,500	(81,300)	-	55,567
Neusoft Co Ltd	68,278	12,400	(47,000)	-	33,678
New China Life Insurance Co Ltd	68,232	6,600	(51,000)	-	23,832
New Hope Liuhe Co Ltd	50,000	31,200	(33,600)	-	47,600
Neway Valve Suzhou Co Ltd	12,200	400	(12,600)	-	-
Ningbo Port Co Ltd	311,700	42,400	(176,700)	-	177,400
Northeast Securities Co Ltd	91,712	17,800	(64,700)	-	44,812
Oceanwide Holdings Co Ltd	-	81,900	(29,800)	-	52,100
Offshore Oil Engineering Co Ltd	141,800	44,100	(101,600)	-	84,300
Orient Securities Co Ltd	-	63,600	(23,300)	-	40,300
Ourpalm Co Ltd	-	56,500	-	-	56,500
Pacific Security Co Ltd	-	187,100	(52,500)	-	134,600
Pang Da Automobile Trade Co Ltd	93,200	83,900	(136,300)	82,800	123,600
Pangang Group Vanadium Titanium & Resources Co Ltd	347,100	47,300	(230,600)	-	163,800
People.cn Co Ltd	22,720	5,200	(17,500)	10,620	21,040
PetroChina Co Ltd	313,934	116,900	(245,600)	-	185,234
Ping An Bank Co Ltd	461,458	77,900	(386,000)	64,872	218,230
Ping An Insurance (Group) Co of China Ltd	392,594	115,852	(350,600)	255,246	413,092
Poly Real Estate Group Co Ltd	506,900	100,200	(361,000)	-	246,100
Power Construction Corporation of China	233,100	99,700	(175,400)	-	157,400
Qingdao Haier Co Ltd	122,273	94,100	(165,900)	71,073	121,546
Qinghai Salt Lake Potash Co Ltd	49,400	5,500	(30,600)	-	24,300
Risesun Real Estate Development Co Ltd	47,017	40,900	(61,600)	32,017	58,334
SAIC Motor Corporation Ltd	268,485	43,600	(185,900)	-	126,185
Sanan Optoelectronics Co Ltd	97,205	35,200	(77,600)	-	54,805
Sany Heavy Industry Co Ltd	247,332	69,600	(171,700)	-	145,232

HAITONG CSI300 INDEX ETF
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STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (continued)

31 December 2015

	At 1 January 2015	Additions	Disposals	Corporate actions	At 31 December 2015
Listed equities (continued)					
<u>China (continued)</u>					
SDIC Power Holdings Co Ltd (formerly known as SDIC Huajing Power Holdings Co Ltd.)	274,420	19,000	(164,000)	-	129,420
Sealand Securities Co Ltd	72,540	37,700	(56,700)	-	53,540
Searainbow Holding Corporation	54,800	7,500	(34,900)	-	27,400
Shaanxi Coal Industry Co Ltd	37,500	97,200	(58,400)	-	76,300
Shandong Dong-E E-Jiao Co Ltd	41,896	7,500	(29,400)	-	19,996
Shandong Expressway Co Ltd	-	25,700	-	-	25,700
Shandong Gold Mining Co Ltd	58,725	7,500	(39,100)	-	27,125
Shandong Kingenta Ecological Engineering Co Ltd	23,300	3,100	(21,200)	18,600	23,800
Shanghai 2345 Network Holdings Group Co Ltd	-	10,000	-	-	10,000
Shanghai Bailian Group Co Ltd	62,200	9,000	(41,800)	-	29,400
Shanghai Construction Co Ltd	107,650	24,400	(86,900)	22,845	67,995
Shanghai Electric Group Co Ltd	117,100	117,800	(122,200)	-	112,700
Shanghai Electric Power Co Ltd	-	32,600	-	-	32,600
Shanghai Fosun Pharmaceutical (Group) Co Ltd	91,949	16,100	(63,200)	-	44,849
Shanghai International Airport Co Ltd	78,928	10,500	(52,700)	-	36,728
Shanghai International Port Group Co Ltd	367,720	70,100	(314,100)	-	123,720
Shanghai Jahwa United Co Ltd	42,158	3,800	(25,400)	-	20,558
Shanghai Lujiazui Finance & Trade Zone Development Co Ltd	33,320	4,500	(22,300)	-	15,520
Shanghai Oriental Pearl (Group) Co Ltd	129,406	8,200	(137,606)	-	-
Shanghai Oriental Pearl Media Co Ltd (formerly known as BestTV New Media Co Ltd)	54,408	61,272	(45,600)	-	70,080
Shanghai Pharmaceutical Co Ltd	78,664	17,300	(52,000)	-	43,964
Shanghai Pudong Development Bank Co Ltd	904,600	178,600	(727,500)	-	355,700
Shanghai RAAS Blood Products Co Ltd	19,464	5,991	(15,200)	10,755	21,010
Shanghai SMI Holding Co Ltd (formerly known as Shanghai Chengtong Holdings Co Ltd)	270,200	12,100	(225,300)	-	57,000
Shanghai Tunnel Engineering Co Ltd	-	60,000	-	-	60,000
Shanghai Waigaoqiao FTZ Development Co Ltd	22,953	6,400	(15,100)	-	14,253
Shanghai Wangsu Science & Technology Co Ltd	17,900	7,100	(20,600)	14,272	18,672
Shanghai Yuyuan Tourist Mart Co Ltd	80,624	3,200	(83,824)	-	-
Shanghai Zhangjiang Hi-Tech Park Development Co Ltd	-	29,500	-	-	29,500
Shanxi Lu'an Environment Energy Development Co Ltd	73,400	12,700	(55,100)	14,670	45,670
Shanxi Securities Co Ltd	80,700	25,700	(58,400)	-	48,000
Shanxi Taigang Stainless Steel Co Ltd	141,600	70,700	(125,400)	-	86,900

HAITONG CSI300 INDEX ETF
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STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (continued)

31 December 2015

	At 1 January 2015	Additions	Disposals	Corporate actions	At 31 December 2015
Listed equities (continued)					
<u>China (continued)</u>					
Shanxi Xinghuacun Fen Wine Factory Co Ltd	21,000	3,000	(24,000)	-	-
Shanxi Xishan Coal & Electricity Power Co Ltd	127,600	16,900	(84,400)	-	60,100
Shenergy Co Ltd	185,300	24,400	(122,900)	-	86,800
Shenwan Hongyuan Group Co Ltd	-	719,235	(549,300)	-	169,935
Shenzhen Agricultural Products Co Ltd	110,891	10,600	(89,100)	-	32,391
Shenzhen Aisidi Co Ltd	13,500	4,100	(17,600)	-	-
Shenzhen Energy Group Co Ltd	64,300	12,300	(50,500)	19,300	45,400
Shenzhen Hepalink Pharmaceutical Co Ltd	18,925	2,900	(12,700)	-	9,125
Shenzhen Inovance Technology Co Ltd	38,900	6,400	(27,200)	-	18,100
Shenzhen MTC Co Ltd	51,600	2,000	(53,600)	-	-
Shenzhen O-film Tech Co Ltd	49,350	19,100	(40,900)	-	27,550
Shenzhen Overseas Chinese Town Co Ltd	293,700	11,200	(164,700)	-	140,200
Shenzhen Salubris Pharmaceuticals Co Ltd	12,905	6,300	(13,500)	6,243	11,948
Shenzhen Zhongjin Lingnan Nonfemet Co Ltd	116,990	4,400	(70,800)	-	50,590
Shijiazhuang Yiling Pharmaceutical Co Ltd	15,000	4,300	(30,800)	11,500	-
Siasun Robot & Automation Co Ltd	44,900	5,500	(31,500)	-	18,900
Sichuan Changhong Electric Co Ltd	299,500	45,400	(204,100)	-	140,800
Sichuan Chuantou Energy Co Ltd	79,500	32,000	(81,400)	53,800	83,900
Sichuan Kelun Pharmaceutic Co Ltd	28,400	24,700	(39,900)	19,800	33,000
Sinolink Securities Co Ltd	125,286	66,500	(122,600)	-	69,186
Sinopec Shanghai Petrochemical Co Ltd	176,700	24,400	(117,500)	-	83,600
Songcheng Performance Development Co Ltd	-	21,800	-	-	21,800
Soochow Security Co Ltd	105,466	52,300	(75,400)	-	82,366
Sound Environmental Resources Co Ltd	40,619	3,300	(24,500)	-	19,419
Southwest Securities Co Ltd	90,395	28,900	(67,600)	55,995	107,690
Spring Airlines Co Ltd	-	6,200	(1,800)	4,800	9,200
Suning Commerce Group Co Ltd	358,100	106,800	(296,000)	-	168,900
Suzhou Gold Mantis Constructions	70,643	18,600	(55,600)	-	33,643
Tangshan Jidong Cement Co Ltd	43,500	1,600	(45,100)	-	-
Tasly Pharmaceutical Group Co Ltd	49,424	10,100	(34,800)	-	24,724
TBEA Co Ltd	209,237	36,000	(146,100)	-	99,137
TCL Corporation	611,500	163,100	(448,800)	-	325,800
Tianjin Port Co Ltd	-	50,000	(18,100)	-	31,900
Tianjin Zhonghuan Semiconductor Co Ltd	32,700	51,300	(60,600)	29,160	52,560
Tonghua Dongbao Pharmaceutical Co Ltd	56,700	5,500	(35,900)	3,980	30,280
Tongling Nonferrous Metals Group Co Ltd	60,000	5,700	(113,100)	193,200	145,800
Tsinghua Tongfang Co Ltd	142,500	23,400	(98,100)	-	67,800
Tsingtao Brewery Co Ltd	26,736	5,600	(21,700)	-	10,636
Universal Scientific Industrial Co Ltd	8,043	9,700	(10,800)	5,543	12,486
Wanda Cinema Line Co Ltd	-	4,700	-	-	4,700

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STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (continued)

31 December 2015

	At 1 January 2015	Additions	Disposals	Corporate actions	At 31 December 2015
Listed equities (continued)					
<u>China (continued)</u>					
WanHua Chemical Group Co Ltd	88,006	14,000	(60,800)	-	41,206
Wanxiang Qianchao Co Ltd	59,700	39,800	(66,600)	10,860	43,760
Wasu Media Holdings Co Ltd	3,000	8,700	(6,800)	-	4,900
Weichai Power Co Ltd	86,062	17,800	(66,000)	54,462	92,324
Weifu High-Technology Co Ltd	46,477	9,200	(36,500)	-	19,177
Western Mining Co Ltd	153,100	26,100	(179,200)	-	-
Western Securities Co Ltd	35,400	49,400	(65,400)	23,200	42,600
Wintime Energy Co Ltd	172,200	81,400	(168,400)	42,840	128,040
Wuhan Iron and Steel Co Ltd	-	241,300	(87,300)	-	154,000
Wuliangye Yibin Co Ltd	152,279	27,100	(107,000)	-	72,379
XCMG Construction Machinery Co Ltd	83,200	46,100	(79,400)	112,200	162,100
Xiamen C&D Inc	137,658	5,200	(59,600)	-	83,258
Xiamen Tungsten Co Ltd	25,718	6,600	(21,000)	5,166	16,484
Xinhu Zhongbao Co Ltd	198,500	57,300	(151,700)	-	104,100
Xinjiang Goldwind Science & Technology Co Ltd	122,600	22,600	(85,500)	-	59,700
Xinxing Ductile Iron Pipes Co Ltd	176,100	6,800	(99,500)	-	83,400
Xizang Haisco Pharmaceutical Group Co Ltd	15,700	3,300	(19,000)	-	-
XJ Electric Co Ltd	47,950	8,600	(33,500)	-	23,050
Yangquan Coal Industry Group Co Ltd	97,810	13,500	(111,310)	-	-
Yantai Changyu Pioneer Wine Co Ltd	11,048	400	(11,448)	-	-
Yantai Jereh Oilfield Services Group Co Ltd	36,781	4,700	(23,200)	-	18,281
Yanzhou Coal Mining Co Ltd	46,199	8,500	(40,000)	-	14,699
Yingkou Port Group Co Ltd	-	116,100	(42,000)	-	74,100
Yonghui Superstores Co Ltd	153,662	30,300	(106,400)	-	77,562
Yonyou Network Technology Co Ltd	48,320	7,100	(39,700)	6,504	22,224
Youngor Group Co Ltd	125,905	19,900	(86,400)	-	59,405
Yunnan Baiyao Group Co Ltd	42,043	7,500	(29,700)	-	19,843
Yunnan Chihong Zinc & Germanium Co Ltd	78,350	15,400	(93,750)	-	-
Yunnan Copper Industry Co Ltd	58,400	2,000	(60,400)	-	-
Yunnan Tin Co Ltd	58,700	15,600	(74,300)	-	-
Zhangzhou Pientzehuang Pharmaceutical Co Ltd	4,834	3,200	(14,235)	6,201	-
Zhejiang China Commodities City Group Co Ltd	111,200	32,600	(116,200)	76,200	103,800
Zhejiang Dahua Technology Co Ltd	48,012	15,500	(37,000)	-	26,512
ZheJiang Daily Media Group Co Ltd	39,800	15,600	(28,300)	-	27,100
Zhejiang Hisun Pharmaceutical Co Ltd	38,250	5,300	(43,550)	-	-
Zhejiang Huace Film & TV Co Ltd	21,900	5,700	(18,400)	7,450	16,650
Zhejiang Longsheng Group Co Ltd	94,133	28,900	(99,100)	62,933	86,866
Zhejiang NHU Co Ltd	44,185	6,000	(50,185)	-	-
Zhejiang Yasha Decoration Co Ltd	28,060	16,700	(29,100)	9,830	25,490

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STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (continued)

31 December 2015

	At 1 January 2015	Additions	Disposals	Corporate actions	At 31 December 2015
Listed equities (continued)					
<u>China (continued)</u>					
Zhejiang Zheneng Electric	64,060	121,300	(81,600)	-	103,760
Zhengzhou Yutong Bus Co Ltd	71,434	16,400	(61,900)	24,767	50,701
Zhongjin Gold Co Ltd	119,811	16,500	(80,200)	-	56,111
Zhongtian Urban Development Group Co Ltd	-	65,700	-	-	65,700
Zijin Mining Group Co Ltd	639,500	163,700	(441,600)	-	361,600
Zoomlion Heavy Industry Science & Technology Co Ltd	354,369	60,000	(246,800)	-	167,569
ZTE Corporation	159,126	10,800	(98,200)	18,245	89,971

HAITONG CSI300 INDEX ETF
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PERFORMANCE RECORD

31 December 2015

1. Net Asset Value

	Net asset value per unit RMB	Total net asset value RMB
31 December 2015	13.7801	378,953,756
31 December 2014	12.9058	696,911,314

2. Highest issue and lowest redemption prices per unit

	Highest issue unit price RMB	Lowest redemption unit price RMB
Year ended 31 December 2015	19.7223	11.1933
Period from 5 March 2014 (date of inception) to 31 December 2014	12.9350	7.6607

3. Comparison of the scheme performance and the actual Index performance

The table below illustrates the comparison between the Sub-Fund's performance (Market-to-Market) and that of the Index during the following year/period:

	CSI300 Index	RMB Counter of the Sub-Fund	HKD Counter of the Sub-Fund
During the year/period ended:			
31 December 2015	5.58%	6.87%	0.73%
31 December 2014 ¹	62.97%	62.46%	59.32%

¹Year of inception

