



INTERIM FINANCIAL STATEMENTS

HORIZONS EXCHANGE TRADED FUNDS SERIES

HORIZONS KOSPI 200 ETF

HORIZONS S&P EMERGING ASIA CONSUMER ETF

HORIZONS S&P GLOBAL CONSUMER BRANDS ETF

HORIZONS MSCI CHINA ETF

HORIZONS HANG SENG HIGH DIVIDEND YIELD ETF

HORIZONS CSI 300 ETF

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2016

(SUB-FUNDS OF HORIZONS EXCHANGE TRADED FUNDS SERIES)

HORIZONS EXCHANGE TRADED FUNDS SERIES

Unaudited Condensed Interim Financial Statements

CONTENTS

Page

Interim financial statements	
Statement of net assets (Unaudited)	1 - 2
Statement of profit or loss and other comprehensive income (Unaudited)	3 - 4
Statement of changes in net assets attributable to unitholders (Unaudited)	5 - 6
Statement of cash flows (Unaudited)	7 - 12
Notes to the financial statements (Unaudited)	13 - 40
Investment portfolio (Unaudited)	41 - 58
Statement of movements in investment portfolio (Unaudited)	59 - 76
Performance record (Unaudited)	77 - 78
Management and administration	79

IMPORTANT:

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

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

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF NET ASSETS

As at 30 September 2016 (unaudited)

	Notes	Horizons KOSPI 200 ETF		Horizons S&P Emerging Asia Consumer ETF		Horizons S&P Global Consumer Brands ETF	
		As at 30 September 2016 (unaudited)	As at 31 March 2016 (audited)	As at 30 September 2016 (unaudited)	As at 31 March 2016 (audited)	As at 30 September 2016 (unaudited)	As at 31 March 2016 (audited)
		HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
CURRENT ASSETS							
Financial assets at fair value through profit or loss	6(e)	29,849,606	36,262,257	36,759,744	32,476,155	114,214,582	98,136,569
Amount due from broker	6(g)	–	–	–	–	–	28,806
Dividends receivable		–	452,850	36,515	4,244	141,531	331,508
Prepayment and other receivables		–	–	35,552	–	–	–
Bank balances	6(e)	192,630	36,400	271,330	293,766	569,936	973,828
TOTAL ASSETS		30,042,236	36,751,507	37,103,141	32,774,165	114,926,049	99,470,711
CURRENT LIABILITIES							
Management fee payable	6(b)	1,217	1,491	13,928	12,185	42,261	37,717
Trustee fee payable	6(c)	6,954	3,579	7,709	3,249	22,562	10,058
Administration fee payable	6(d)(ii)	6,954	3,191	11,563	4,874	33,843	15,087
Custody fee payable	6(d)(iii)	38,522	387	11,971	12,461	9,359	10,099
Other payables	6(f)	15,000	387	–	–	15,000	15,000
TOTAL LIABILITIES		68,647	9,035	45,171	32,769	123,025	87,961
EQUITY							
Net assets attributable to unitholders	3	29,973,589	36,742,472	37,057,970	32,741,396	114,803,024	99,382,750
TOTAL LIABILITIES AND EQUITY		30,042,236	36,751,507	37,103,141	32,774,165	114,926,049	99,470,711
Number of units in issue	3(b)	1,500,000	2,000,000	1,800,000	1,800,000	4,200,000	3,800,000
Net asset value per unit	3(b)	19.9824	18.3712	20.5878	18.1897	27.3341	26.1534

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

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF NET ASSETS (CONTINUED)

As at 30 September 2016 (unaudited)

	Notes	Horizons MSCI China ETF		Horizons Hang Seng High Dividend Yield ETF		Horizons CSI 300 ETF	
		As at 30 September 2016	As at 31 March 2016	As at 30 September 2016	As at 31 March 2016	As at 30 September 2016	As at 31 March 2016
		(unaudited) HK\$	(audited) HK\$	(unaudited) HK\$	(audited) HK\$	(unaudited) RMB	(audited) RMB
CURRENT ASSETS							
Financial assets at fair value through profit or loss	6(e)	454,888,755	491,549,437	242,923,954	257,833,082	108,601,459	112,217,054
Amount due from broker	6(g)	38,004	–	–	–	–	–
Dividends receivable		531,997	–	1,588,606	428,147	3,060	–
Deposit reserve - China Exchange Clearing		–	–	–	–	38,997	40,631
Bank balances	6(e)	4,650,216	6,752,678	796,612	7,755,435	1,729,431	890,783
TOTAL ASSETS		460,108,972	498,302,115	245,309,172	266,016,664	110,372,947	113,148,468
CURRENT LIABILITIES							
Management fee payable	6(b)	18,640	20,263	43,409	40,374	22,762	23,257
Trustee fee payable	6(c)	77,873	41,353	50,493	22,430	23,087	11,163
Formation fee payable	6(d)(i)	(514)	15,465	(514)	15,465	264,963	449,232
Administration fee payable	6(d)(ii)	78,652	41,766	50,494	22,430	23,087	11,163
Custody fee payable	6(d)(iii)	31,740	162,861	90,962	58,969	70,485	67,682
Redemption payable	6(h)	–	–	–	–	77,233	259,758
Amount due to broker	6(g)	–	–	288,515	–	–	–
Other payables	6(f)	–	30,000	45,000	60,000	12,000	12,000
TOTAL LIABILITIES		206,391	311,708	568,359	219,668	493,617	834,255
EQUITY							
Net assets attributable to unitholders	3	459,902,581	497,990,407	244,740,813	265,796,996	109,879,330	112,314,213
TOTAL LIABILITIES AND EQUITY		460,108,972	498,302,115	245,309,172	266,016,664	110,372,947	113,148,468
Number of units in issue	3(b)	19,000,000	23,400,000	10,400,000	12,200,000	10,000,000	10,500,000
Net asset value per unit	3(b)	24.2054	21.2816	23.5328	21.7866	10.9879	10.6966

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

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 September 2016 (unaudited)

	Notes	Horizons KOSPI 200 ETF		Horizons S&P Emerging Asia Consumer ETF		Horizons S&P Global Consumer Brands ETF	
		For the six months ended 30 September 2016 (unaudited)	For the six months ended 30 September 2015 (unaudited)	For the six months ended 30 September 2016 (unaudited)	For the six months ended 30 September 2015 (unaudited)	For the six months ended 30 September 2016 (unaudited)	For the six months ended 30 September 2015 (unaudited)
		HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
INCOME							
Dividend income		29,376	35,606	699,778	1,349,076	1,675,999	1,770,952
Interest income		165	80	1	4	28	14
Other income		–	516	–	–	–	–
Net gain/(loss) on financial assets at fair value through profit or loss	5	3,108,902	(5,315,196)	3,873,082	(17,298,154)	3,637,207	(13,808,346)
Net exchange gain/(loss)		25,417	(8,536)	(10,804)	(38,796)	(74,266)	(50,529)
		3,163,860	(5,287,530)	4,562,057	(15,987,870)	5,238,968	(12,087,909)
EXPENSES							
Management fee	6(b)	(8,841)	(9,308)	(78,097)	(179,441)	(228,597)	(280,665)
Trustee fee	6(c)	(21,218)	(22,340)	(20,825)	(47,851)	(60,960)	(74,844)
Custody fee and bank charges	6(d)(iii)	(50,748)	(19,382)	(12,361)	(13,717)	(13,908)	(27,942)
Transaction costs on financial assets at fair value through profit or loss	6(a)	(33,930)	(7,487)	(18,652)	(90,157)	(71,727)	(53,526)
Professional fee	6(d)(iv)	–	–	(177)	–	–	–
Administration fee	6(d)(ii)	(21,218)	(22,381)	(31,239)	(71,776)	(91,439)	(112,266)
Other expenses		–	–	(997)	–	–	–
		(135,955)	(80,898)	(162,348)	(402,942)	(466,631)	(549,243)
Operating profit/(loss)		3,027,905	(5,368,428)	4,399,709	(16,390,812)	4,772,337	(12,637,152)
FINANCE COSTS							
Interest expense		(5)	–	(2,242)	(3,325)	(1,049)	(1,336)
Profit/(loss) before tax		3,027,900	(5,368,428)	4,397,467	(16,394,137)	4,771,288	(12,638,488)
Withholding tax on dividend income	8	(6,469)	(7,917)	(67,968)	(131,277)	(399,009)	(413,902)
Withholding tax on capital gains	8	–	–	(12,925)	(77,866)	–	–
Profit/(loss) after tax and total comprehensive income for the period		3,021,431	(5,376,345)	4,316,574	(16,603,280)	4,372,279	(13,052,390)

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

HORIZONS EXCHANGE TRADED FUNDS SERIES

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

For the six months ended 30 September 2016 (unaudited)

	Notes	Horizons MSCI China ETF		Horizons Hang Seng High Dividend Yield ETF		Horizons CSI 300 ETF	
		For the six months ended 30 September 2016 (unaudited)	For the six months ended 30 September 2015 (unaudited)	For the six months ended 30 September 2016 (unaudited)	For the six months ended 30 September 2015 (unaudited)	For the six months ended 30 September 2016 (unaudited)	For the six months ended 30 September 2015 (unaudited)
		HK\$	HK\$	HK\$	HK\$	RMB	RMB
INCOME							
Dividend income		9,333,935	8,915,437	14,122,875	13,188,953	2,468,715	4,019,332
Interest income		23	15	40	22	2,121	5,596
Net gain/(loss) on financial assets at fair value through profit or loss	5	40,140,502	(58,808,464)	20,815,226	(33,728,261)	1,075,661	(21,558,457)
Net exchange (loss)/gain		(18,194)	25	484	3	4	–
		49,456,266	(49,892,987)	34,938,625	(20,539,283)	3,546,501	(17,533,529)
EXPENSES							
Management fee	6(b)	(105,049)	(76,854)	(248,399)	(318,371)	(139,596)	(331,519)
Trustee fee	6(c)	(214,385)	(156,846)	(137,999)	(176,873)	(67,006)	(159,130)
Custody fee and bank charges	6(d)(iii)	(158,797)	(117,826)	(111,372)	(39,825)	(101,820)	(490,474)
Transaction costs on financial assets at fair value through profit or loss	6(a)	(132,902)	(106,666)	(446,989)	(464,931)	(27,517)	(484,224)
Administration fee	6(d)(ii)	(216,529)	(158,414)	(137,999)	(176,873)	(67,006)	(159,129)
Other expenses		(4,500)	–	(4,500)	–	(3,857)	–
		(832,162)	(616,606)	(1,087,258)	(1,176,873)	(406,802)	(1,624,476)
Operating profit/(loss)		48,624,104	(50,509,593)	33,851,367	(21,716,156)	3,139,699	(19,158,005)
FINANCE COSTS							
Interest expense		–	–	–	–	(15)	–
Profit/(loss) before tax		48,624,104	(50,509,593)	33,851,367	(21,716,156)	3,139,684	(19,158,005)
Withholding tax on dividend income	8	(744,523)	(693,563)	(567,736)	(379,531)	(256,904)	(427,414)
Profit/(loss) after tax and total comprehensive income for the period		47,879,581	(51,203,156)	33,283,631	(22,095,687)	2,882,780	(19,585,419)

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

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

For the six months ended 30 September 2016 (unaudited)

	<u>Horizons KOSPI 200 ETF</u>		<u>Horizons S&P Emerging Asia Consumer ETF</u>		<u>Horizons S&P Global Consumer Brands ETF</u>	
	For the six months ended	For the six months ended	For the six months ended	For the six months ended	For the six months ended	For the six months ended
	30 September 2016 (unaudited) HK\$	30 September 2015 (unaudited) HK\$	30 September 2016 (unaudited) HK\$	30 September 2015 (unaudited) HK\$	30 September 2016 (unaudited) HK\$	30 September 2015 (unaudited) HK\$
Balance at the beginning of the period	36,742,472	39,066,415	32,741,396	87,282,243	99,382,750	135,865,376
Issue of units during the period						
- cash creation and cash component	-	-	-	-	11,047,995	-
Redemption of units during the period						
- cash redemption and cash component	(9,790,314)	-	-	(3,959,922)	-	(17,043,181)
Net (redemption)/issue of units	(9,790,314)	-	-	(3,959,922)	11,047,995	(17,043,181)
Profit/(loss) after tax and total comprehensive income for the period	3,021,431	(5,376,345)	4,316,574	(16,603,280)	4,372,279	(13,052,390)
Balance at the end of the period	29,973,589	33,690,070	37,057,970	66,719,041	114,803,024	105,769,805

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

HORIZONS EXCHANGE TRADED FUNDS SERIES

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

For the six months ended 30 September 2016 (unaudited)

	<u>Horizons MSCI China ETF</u>		<u>Horizons Hang Seng High Dividend Yield ETF</u>		<u>Horizons CSI 300 ETF</u>	
	For the six months ended 30 September 2016 (unaudited) HK\$	For the six months ended 30 September 2015 (unaudited) HK\$	For the six months ended 30 September 2016 (unaudited) HK\$	For the six months ended 30 September 2015 (unaudited) HK\$	For the six months ended 30 September 2016 (unaudited) RMB	For the six months ended 30 September 2015 (unaudited) RMB
Balance at the beginning of the period	497,990,407	315,914,707	265,796,996	326,828,030	112,314,213	348,480,672
Issue of units during the period						
- in-kind ¹	52,713,850	17,511,493	–	–	–	–
- cash creation and cash component	822,490	123,347	9,388,204	–	–	–
Redemption of units during the period						
- in-kind ¹	(122,892,657)	(4,307,196)	(98,064)	–	–	–
- cash redemption and cash component	(16,611,090)	(42,533,371)	(51,185,954)	–	(5,317,663)	(206,617,964)
Net redemption of units	(85,967,407)	(29,205,727)	(41,895,814)	–	(5,317,663)	(206,617,964)
Distribution to unitholders ²	–	–	(12,444,000)	–	–	–
Profit/(loss) after tax and total comprehensive income for the period	47,879,581	(51,203,156)	33,283,631	(22,095,687)	2,882,780	(19,585,419)
Balance at the end of the period	459,902,581	235,505,824	244,740,813	304,732,343	109,879,330	122,277,289

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

²For dividend to unitholders, please refer to note 9

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

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF CASH FLOWS

For the six months ended 30 September 2016 (unaudited)

	<u>Horizons KOSPI 200 ETF</u>	
	For the six months ended 30 September 2016 (unaudited) HK\$	For the six months ended 30 September 2015 (unaudited) HK\$
Note		
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) before tax	3,027,900	(5,368,428)
Adjustments for:		
Dividend income	(29,376)	(35,606)
Interest income	(165)	(80)
Interest expense	5	–
	<u>2,998,364</u>	<u>(5,404,114)</u>
Decrease in financial assets at fair value through profit or loss	6,412,651	5,012,620
Decrease in management fee payable	(274)	(333)
Increase/(decrease) in trustee fee payable	3,375	(799)
Increase/(decrease) in administration fee payable	3,763	(780)
Increase in custody fee payable	38,135	–
Increase/(decrease) in other payables	14,613	(5)
Cash generated from/(used in) operating activities	9,470,627	(393,411)
Dividends received	475,757	386,811
Interest received	165	80
Interest paid	(5)	–
Net cash flows from/(used in) operating activities	<u>9,946,544</u>	<u>(6,520)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash paid on redemption of units	(9,790,314)	–
Net cash flows used in financing activities	<u>(9,790,314)</u>	<u>–</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		
	156,230	(6,520)
Cash and cash equivalents at the beginning of the period	36,400	185,715
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>192,630</u>	<u>179,195</u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances	6(e) <u>192,630</u>	<u>179,195</u>

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

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF CASH FLOWS (CONTINUED)

For the six months ended 30 September 2016 (unaudited)

	<u>Horizons S&P Emerging Asia Consumer ETF</u>	
	For the six months ended 30 September 2016 (unaudited) HK\$	For the six months ended 30 September 2015 (unaudited) HK\$
Note		
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) before tax	4,397,467	(16,394,137)
Adjustments for:		
Dividend income	(699,778)	(1,349,076)
Interest income	(1)	(4)
Interest expense	2,242	3,325
	<u>3,699,930</u>	<u>(17,739,892)</u>
(Increase)/decrease in financial assets at fair value through profit or loss	(4,283,589)	20,774,903
Increase in prepayment and other receivables	(35,552)	–
Increase/(decrease) in management fee payable	1,743	(10,213)
Increase/(decrease) in trustee fee payable	4,460	(2,724)
Decrease in formation fee payable	–	(14,311)
Increase/(decrease) in administration fee payable	6,689	(4,085)
Decrease in custody fee payable	(490)	–
Cash (used in)/generated from operating activities	<u>(606,809)</u>	<u>3,003,678</u>
Dividends received	599,539	1,079,759
Interest received	1	4
Interest paid	(2,242)	(3,325)
Withholding tax on capital gains paid	<u>(12,925)</u>	<u>(77,866)</u>
Net cash flows (used in)/from operating activities	<u>(22,436)</u>	<u>4,002,250</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash paid on redemption of units	–	<u>(3,959,922)</u>
Net cash flows used in financing activities	<u>–</u>	<u>(3,959,922)</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		
	<u>(22,436)</u>	<u>42,328</u>
Cash and cash equivalents at the beginning of the period	<u>293,766</u>	<u>819,580</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>271,330</u>	<u>861,908</u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances	6(e) <u>271,330</u>	<u>861,908</u>

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

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF CASH FLOWS (CONTINUED)

For the six months ended 30 September 2016 (unaudited)

	<u>Horizons S&P Global Consumer Brands ETF</u>	
	For the six months ended 30 September 2016 (unaudited) HK\$	For the six months ended 30 September 2015 (unaudited) HK\$
Note		
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) before tax	4,771,288	(12,638,488)
Adjustments for:		
Dividend income	(1,675,999)	(1,770,952)
Interest income	(28)	(14)
Interest expense	1,049	1,336
	<u>3,096,310</u>	<u>(14,408,118)</u>
(Increase)/decrease in financial assets at fair value through profit or loss	(16,078,013)	30,830,026
Decrease in amount due from broker	28,806	32,851
Increase/(decrease) in management fee payable	4,544	(15,050)
Increase/(decrease) in trustee fee payable	12,504	(4,013)
Decrease in formation fee payable	–	(13,913)
Increase/(decrease) in administration fee payable	18,756	(6,020)
Decrease in custody fee payable	(740)	–
Decrease in amount due to broker	–	(32,849)
Increase in other payables	–	30,000
Cash (used in)/generated from operating activities	<u>(12,917,833)</u>	<u>16,412,914</u>
Dividends received	1,466,967	1,568,696
Interest received	28	14
Interest paid	(1,049)	(1,336)
Net cash flows (used in)/from operating activities	<u>(11,451,887)</u>	<u>17,980,288</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash received from issue of units	11,047,995	–
Cash paid on redemption of units	–	(17,043,181)
Net cash flows from/(used in) financing activities	<u>11,047,995</u>	<u>(17,043,181)</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		
	(403,892)	937,107
Cash and cash equivalents at the beginning of the period	<u>973,828</u>	<u>1,055,099</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>569,936</u>	<u>1,992,206</u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances	6(e) <u><u>569,936</u></u>	<u><u>1,992,206</u></u>

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

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF CASH FLOWS (CONTINUED)

For the six months ended 30 September 2016 (unaudited)

	<u>Horizons MSCI China ETF</u>	
	For the six months ended 30 September 2016 (unaudited) HK\$	For the six months ended 30 September 2015 (unaudited) HK\$
Note		
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) before tax	48,624,104	(50,509,593)
Adjustments for:		
Dividend income	(9,333,935)	(8,915,437)
Interest income	(23)	(15)
	<u>39,290,146</u>	<u>(59,425,045)</u>
(Increase)/decrease in financial assets at fair value through profit or loss	(33,518,125)	95,313,332
Increase in amount due from broker	(38,004)	(7,617)
Decrease in management fee payable	(1,623)	(3,505)
Increase/(decrease) in trustee fee payable	36,520	(7,154)
Decrease in formation fee payable	(15,979)	(95,357)
Increase/(decrease) in administration fee payable	36,886	(7,226)
Decrease in custody fee payable	(131,121)	–
(Decrease)/increase in other payables	(30,000)	60,000
Cash generated from operating activities	<u>5,628,700</u>	<u>35,827,428</u>
Dividends received	8,057,415	7,208,527
Interest received	23	15
Net cash flows from operating activities	<u>13,686,138</u>	<u>43,035,970</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash received from issue of units	822,490	123,347
Cash paid on redemption of units	(16,611,090)	(42,533,371)
Net cash flows used in financing activities	<u>(15,788,600)</u>	<u>(42,410,024)</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		
	<u>(2,102,462)</u>	<u>625,946</u>
Cash and cash equivalents at the beginning of the period	6,752,678	2,672,909
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>4,650,216</u>	<u>3,298,855</u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances	6(e) <u>4,650,216</u>	<u>3,298,855</u>

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

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF CASH FLOWS (CONTINUED)

For the six months ended 30 September 2016 (unaudited)

	<u>Horizons Hang Seng High Dividend Yield ETF</u>	
	For the six months ended 30 September 2016 (unaudited) HK\$	For the six months ended 30 September 2015 (unaudited) HK\$
Note		
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) before tax	33,851,367	(21,716,156)
Adjustments for:		
Dividend income	(14,122,875)	(13,188,953)
Interest income	(40)	(22)
	<u>19,728,452</u>	<u>(34,905,131)</u>
Decrease in financial assets at fair value through profit or loss	14,811,065	27,584,219
Increase/(decrease) in management fee payable	3,035	(5,238)
Increase/(decrease) in trustee fee payable	28,063	(2,910)
Decrease in formation fee payable	(15,979)	(95,357)
Increase/(decrease) in administration fee payable	28,065	(2,909)
Increase in custody fee payable	31,993	–
Increase in amount due to broker	288,515	–
Decrease in other payables	(15,000)	–
Cash generated from/(used in) operating activities	<u>34,888,209</u>	<u>(7,427,326)</u>
Dividends received	12,394,678	11,813,656
Interest received	40	22
Net cash flows from operating activities	<u>47,282,927</u>	<u>4,386,352</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash received from issue of units	9,388,204	–
Cash paid on redemption of units	(51,185,954)	–
Cash paid on distribution to unitholders	(12,444,000)	–
Net cash flows used in financing activities	<u>(54,241,750)</u>	<u>–</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		
	<u>(6,958,823)</u>	<u>4,386,352</u>
Cash and cash equivalents at the beginning of the period	7,755,435	3,547,923
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>796,612</u>	<u>7,934,275</u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances	6(e) <u>796,612</u>	<u>7,934,275</u>

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

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF CASH FLOWS (CONTINUED)

For the six months ended 30 September 2016 (unaudited)

	<u>Horizons CSI 300 ETF</u>	
	For the six months ended 30 September 2016 (unaudited) RMB	For the six months ended 30 September 2015 (unaudited) RMB
Note		
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) before tax	3,139,684	(19,158,005)
Adjustments for:		
Dividend income	(2,468,715)	(4,019,332)
Interest income	(2,121)	(5,596)
Interest expense	15	–
	<u>668,863</u>	<u>(23,182,933)</u>
Decrease in financial assets at fair value through profit or loss	3,615,595	223,129,535
Decrease in deposit reserve - China Exchange Clearing	1,634	3,855
Decrease in management fee payable	(495)	(46,398)
Increase/(decrease) in trustee fee payable	11,924	(22,271)
Decrease in formation fee payable	(184,269)	(214,857)
Increase/(decrease) in administration fee payable	11,924	(22,272)
Increase in custody fee payable	2,803	–
Decrease in redemption payable	(182,525)	–
Increase in amount due to broker	–	3,594,624
Increase in other payables	–	60,000
Cash generated from operating activities	<u>3,945,454</u>	<u>203,299,283</u>
Dividends received	2,208,751	3,591,918
Interest received	2,121	5,596
Interest paid	(15)	–
Net cash flows from operating activities	<u>6,156,311</u>	<u>206,896,797</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash paid on redemption of units	<u>(5,317,663)</u>	<u>(206,617,964)</u>
Net cash flows used in financing activities	<u>(5,317,663)</u>	<u>(206,617,964)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS		
	838,648	278,833
Cash and cash equivalents at the beginning of the period	<u>890,783</u>	<u>876,135</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>1,729,431</u>	<u>1,154,968</u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Bank balances	6(e) <u>1,729,431</u>	<u>1,154,968</u>

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

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

1. GENERAL INFORMATION

Horizons Exchange Traded Funds Series (the "Trust") is an umbrella unit trust governed by its trust deed dated 23 December 2010 as amended by the supplemental deeds dated 16 December 2011, 23 December 2011, 5 November 2012, 14 May 2013, 3 September 2014 and 16 November 2015, 29 September 2016 (collectively, the "Trust Deed") between Mirae Asset Global Investments (Hong Kong) Limited (the "Manager") and Cititrust Limited (the "Trustee"). The Trust Deed is governed by Hong Kong Law.

As at 30 September 2016, the Trust has established six sub-funds, each a separate sub-fund of the Trust and referred to individually or collectively as the "Sub-Fund(s)", which are authorised by the Securities and Futures Commission of Hong Kong (the "SFC") pursuant to section 104 (1) of the Securities and Futures Ordinance. The Sub-Funds are also listed on the Stock Exchange of Hong Kong Limited (the "SEHK" and a subsidiary of The Hong Kong Exchanges and Clearing Limited):

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

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

Horizons KOSPI 200 ETF ("KOSPI 200 ETF")

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

Horizons S&P Emerging Asia Consumer ETF ("S&P Emerging Asia Consumer ETF")

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

Horizons S&P Global Consumer Brands ETF ("S&P Global Consumer Brands ETF")

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

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

1. GENERAL INFORMATION (CONTINUED)

Horizons MSCI China ETF (“MSCI China ETF”)

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

Horizons Hang Seng High Dividend Yield ETF (“Hang Seng High Dividend Yield ETF”)

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

Horizons CSI 300 ETF (“CSI 300 ETF”)

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The condensed interim financial statements are unaudited and are prepared in accordance with International Accounting Standard (“IAS”) 34 Interim Financial Reporting and the relevant disclosure provisions of the Trust Deed, and the relevant disclosure provisions specified in Appendix E of the Code on Unit Trusts and Mutual Funds of the Securities and Futures Commission of Hong Kong (the “SFC Code”).

The unaudited condensed interim financial statements do not include all the information and disclosures required in the annual financial statements.

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

(a) Basis of preparation

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

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

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a) Basis of preparation (continued)

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Going concern

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

Taxes

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

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

CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The accounting policies adopted are consistent with the financial statements as at 31 March 2016.

ISSUED BUT NOT YET EFFECTIVE INTERNATIONAL FINANCIAL REPORTING STANDARDS

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

IFRS 9 Financial Instruments

In July 2014, the IASB issued the final version of IFRS 9 *Financial Instruments* 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.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a) Basis of preparation (continued)

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

IFRS 9 Financial Instruments (continued)

The Sub-Funds plan to adopt the new standard on the required effective date. During 2015, the Sub-Funds have 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-Funds in the future. Overall, the Sub-Funds expect no significant impact on the statements of net assets except for the effect of applying the impairment requirements of IFRS 9. The Sub-Funds expect a higher loss allowance resulting in a negative impact on equity and will perform a detailed assessment in the future to determine the extent.

The Sub-Funds do not expect a significant impact on the statements of net assets on applying the classification and measurement requirements of IFRS 9. The Sub-Funds expect to continue measuring at fair value all financial assets currently held at fair value.

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 profit or loss and other comprehensive income (“OCI”) and the statement of net assets 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 profit or loss

Furthermore, the amendments clarify the requirements that apply when additional subtotals are presented in the statement of net assets and the statement of profit or loss 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-Funds.

(b) Financial instruments

Classification

The Sub-Funds classify their financial assets and liabilities into the following categories in accordance with IAS 39 *Financial Instruments: Recognition and Measurement*.

Financial assets at fair value through profit or loss

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

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Financial instruments (continued)

Classification (continued)

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. The Sub-Funds include in this category amounts relating to amount due from broker, dividends receivable, prepayment and other receivables and the deposit reserve - China Exchange Clearing.

Financial liabilities

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

Recognition

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

Initial measurement

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

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

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

Subsequent measurement

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

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

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

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

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Financial instruments (continued)

Derecognition

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

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

Fair value measurement

The Sub-Funds measure their investments in financial instruments at fair value at the end of each reporting period.

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

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

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

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

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

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

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

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Financial instruments (continued)

Derecognition (continued)

Fair value measurement (continued)

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

(c) Income

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

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

(d) Expenses

Expenses are recognised on an accrual basis.

(e) Cash component

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

(f) Cash and cash equivalents

Cash and cash equivalents in the statement of net assets comprise short-term deposits in banks which are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value.

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

(g) Translation of foreign currencies

Functional and presentation currency

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

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(g) Translation of foreign currencies (continued)

Transactions and balances

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

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

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

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

(h) Redeemable units

Redeemable units are classified as an equity instrument when:

- (i) The redeemable units entitle the holder to a pro-rata share of the Sub-Funds’ net assets in the event of the Sub-Funds’ liquidation;
- (ii) The redeemable units are in the class of instruments that is subordinate to all other classes of instruments;
- (iii) All redeemable units in the class of instruments that is subordinate to all other classes of instruments have identical features;
- (iv) The redeemable units do not include any contractual obligation to deliver cash or another financial asset other than the holder’s rights to a pro-rata share of the Sub-Funds’ net assets; or
- (v) The total expected cash flows attributable to the redeemable units over the life of the instrument are based substantially on the profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the Sub-Funds over the life of the instrument.

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

- (i) Total cash flows based substantially on the profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the Sub-Funds; and
- (ii) The effect of substantially restricting or fixing the residual return to the redeemable unitholders.

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

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(h) Redeemable units (continued)

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

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

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

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

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

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

(i) Segmental reporting

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

(j) Amounts due from and due to brokers

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

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

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(k) Impairment of financial assets

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

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

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

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

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

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

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

Net realised gains or 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.

(n) Offsetting financial instruments

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

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(o) Taxes

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

(p) Distributions to unitholders

Distributions are at the discretion of the Manager. A distribution to the Sub-Funds' unitholders is accounted for as a deduction from net assets attributable to unitholders. A proposed distribution is recognised as a liability in the period in which it is approved by the Manager. Effective on 29 September 2016, the Manager may also, at its discretion, pay dividend out of gross income while all or part of the fees and expenses of the relevant Investment Fund are charged to/paid out of the capital of such Investment Fund, resulting in an increase in distributable income for the payment of dividends by the relevant Investment Fund and therefore, the Investment Fund may effectively pay dividend out of capital.

(q) Related parties

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

- (a) the party is a person or a close member of that person's family and that person
- (i) has control or joint control over the Sub-Funds;
 - (ii) has significant influence over the Sub-Funds; or
 - (iii) is a member of the key management personnel of the Sub-Funds or of a parent of the Sub-Funds;

or

- (b) the party is an entity where any of the following conditions applies:
- (i) the entity and the Sub-Funds are members of the same group;
 - (ii) one entity is an associate or joint venture of the other entity (or of a parent, subsidiary or fellow subsidiary of the other entity);
 - (iii) the entity and the group are joint ventures of the same third party;
 - (iv) one entity is a joint venture of a third entity and the other entity is an associate of the third entity;
 - (v) the entity is a post-employment benefit plan for the benefit of employees of either the Sub-Funds or an entity related to the Sub-Funds;
 - (vi) the entity is controlled or jointly controlled by a person identified in (a);
 - (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-Funds or to the parent of the Sub-Funds.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

3. NET ASSETS ATTRIBUTABLE TO UNITHOLDERS AND MOVEMENT OF UNITS

(a) Net assets attributable to unitholders

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

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

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

Reconciliation between Accounting NAV and Dealing NAV

Adjustment for formation fee

The formation fee of establishing KOSPI 200 ETF was HK\$402,103. The total formation fee of establishing S&P Emerging Asia Consumer ETF and S&P Global Consumer Brands ETF was approximately HK\$1.05 million. The formation fee of establishing MSCI China ETF and Hang Seng High Dividend Yield ETF was HK\$529,997 each. The formation fee of establishing CSI 300 ETF was RMB1,062,987. The formation fee will be amortised over the first three financial years of the Sub-Funds. However, with respect to the Sub-Funds for the purpose of financial statements preparation in compliance with IFRSs, their accounting policy is to expense the formation fee in the profit or loss as incurred.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

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

(a) Net assets attributable to unitholders (continued)

Reconciliation between Accounting NAV and Dealing NAV (continued)

The difference between the Accounting NAV reported in the statement of net assets and the Dealing NAV for the purpose of calculating the net asset value per unit for processing subscriptions and redemptions and for various fee calculations as at 30 September 2016 and 31 March 2016 is reconciled below:

As at 30 September 2016 (unaudited)

	<u>KOSPI 200 ETF</u>	<u>S&P Emerging Asia Consumer ETF</u>	<u>S&P Global Consumer Brands ETF</u>
	HK\$	HK\$	HK\$
Accounting NAV as reported in the statement of net assets	29,973,589	37,057,970	114,803,024
Adjustment for custody fee	38,522	11,971	(3,141)
Adjustment for formation fee	—	—	—
Dealing NAV	<u>30,012,111</u>	<u>37,069,941</u>	<u>114,799,883</u>

	<u>MSCI China ETF</u>	<u>Hang Seng High Dividend Yield ETF</u>	<u>CSI 300 ETF</u>
	HK\$	HK\$	RMB
Accounting NAV as reported in the statement of net assets	459,902,581	244,740,813	109,879,330
Adjustment for custody fee	6,741	90,963	70,486
Adjustment for redemption payable	—	—	(70,208)
Adjustment for formation fee	(514)	(514)	186,808
Dealing NAV	<u>459,908,808</u>	<u>244,831,262</u>	<u>110,066,416</u>

As at 31 March 2016 (audited)

	<u>KOSPI 200 ETF</u>	<u>S&P Emerging Asia Consumer ETF</u>	<u>S&P Global Consumer Brands ETF</u>
	HK\$	HK\$	HK\$
Accounting NAV as reported in the statement of net assets	36,742,472	32,741,396	99,382,750
Adjustment for custody fee	387	(47,539)	(34,901)
Adjustment for formation fee	—	—	—
Dealing NAV	<u>36,742,859</u>	<u>32,693,857</u>	<u>99,347,849</u>

	<u>MSCI China ETF</u>	<u>Hang Seng High Dividend Yield ETF</u>	<u>CSI 300 ETF</u>
	HK\$	HK\$	RMB
Accounting NAV as reported in the statement of net assets	497,990,407	265,796,996	112,314,213
Adjustment for custody fee	67,861	58,969	67,682
Adjustment for formation fee	(514)	(514)	411,703
Dealing NAV	<u>498,057,754</u>	<u>265,855,451</u>	<u>112,793,598</u>

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

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

(b) Movement of units

The tables below summarise the movement of units for the periods ended 30 September 2016 and 31 March 2016, and the Accounting NAV per unit and the Dealing NAV per unit for each of the Sub-Funds at 30 September 2016 and 31 March 2016.

As at 30 September 2016 (unaudited)

	Number of units				Net assets attributable to unitholders	
	Units in issue at beginning of period	Creation during the period	Redemption during the period	Units in issue at end of period	Accounting NAV	Dealing NAV
					Per unit at period end	Per unit at period end
KOSPI 200 ETF (in HK\$)	2,000,000	–	(500,000)	1,500,000	19.9824	20.0081
S&P Emerging Asia Consumer ETF (in HK\$)	1,800,000	–	–	1,800,000	20.5878	20.5945
S&P Global Consumer Brands ETF (in HK\$)	3,800,000	400,000	–	4,200,000	27.3341	27.3334
MSCI China ETF (in HK\$)	23,400,000	2,600,000	(7,000,000)	19,000,000	24.2054	24.2058
Hang Seng High Dividend Yield ETF (in HK\$)	12,200,000	400,000	(2,200,000)	10,400,000	23.5328	23.5415
CSI 300 ETF (in RMB)	10,500,000	–	(500,000)	10,000,000	10.9879	11.0067

As at 31 March 2016 (audited)

	Number of units				Net assets attributable to unitholders	
	Units in issue at beginning of year	Creation during the year	Redemption during the year	Units in issue at end of year	Accounting NAV	Dealing NAV
					Per unit at year end	Per unit at year end
KOSPI 200 ETF (in HK\$)	2,000,000	–	–	2,000,000	18.3712	18.3714
S&P Emerging Asia Consumer ETF (in HK\$)	4,000,000	1,400,000	(3,600,000)	1,800,000	18.1897	18.1633
S&P Global Consumer Brands ETF (in HK\$)	4,800,000	2,000,000	(3,000,000)	3,800,000	26.1534	26.1442
MSCI China ETF (in HK\$)	12,200,000	19,400,000	(8,200,000)	23,400,000	21.2816	21.2845
Hang Seng High Dividend Yield ETF (in HK\$)	14,200,000	1,800,000	(3,800,000)	12,200,000	21.7866	21.7914
CSI 300 ETF (in RMB)	26,000,000	–	(15,500,000)	10,500,000	10.6966	10.7422

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

4. CREATION, REDEMPTION AND MAJOR NON-CASH TRANSACTIONS

KOSPI 200 ETF

For the period ended 30 September 2016, KOSPI 200 ETF:

- issued nil units (2015: nil units) in exchange for cash balances of HK\$nil (2015: HK\$nil); and
- redeemed 500,000 units (2015: nil units) in exchange for cash balances of HK\$9,790,314 (2015: HK\$nil).

S&P Emerging Asia Consumer ETF

For the period ended 30 September 2016, S&P Emerging Asia Consumer ETF:

- issued nil units (2015: nil units) in exchange for cash balances of HK\$nil (2015: HK\$nil); and
- redeemed nil units (2015: 200,000 units) in exchange for cash balances of HK\$nil (2015: HK\$3,959,922).

S&P Global Consumer Brands ETF

For the period ended 30 September 2016, S&P Global Consumer Brands ETF:

- issued 400,000 units (2015: nil units) in exchange for cash balances of HK\$11,047,995 (2015: HK\$nil); and
- redeemed nil units (2015: 600,000 units) in exchange for cash balances of HK\$nil (2015: HK\$17,043,181).

MSCI China ETF

For the period ended 30 September 2016, MSCI China ETF:

- issued 2,600,000 units (2015: 600,000 units) in exchange for application baskets consisting of investments valued at HK\$52,713,850 (2015: HK\$17,511,493) and cash balances of HK\$822,490 (2015: HK\$123,347); and
- redeemed 7,000,000 units (2015: 1,800,000 units) in exchange for application baskets consisting of investments valued at HK\$122,892,657 (2015: HK\$4,307,196) and cash balances of HK\$16,611,090 (2015: HK\$42,533,371).

Hang Seng High Dividend Yield ETF

For the period ended 30 September 2016, Hang Seng High Dividend Yield ETF:

- issued 400,000 units (2015: nil units) in exchange for cash balances of HK\$9,388,204 (2015: HK\$nil); and
- redeemed 2,200,000 units (2015: nil units) in exchange for application baskets consisting of investments valued at HK\$98,064 (2015: HK\$nil) cash balances of HK\$51,185,954 (2015: HK\$nil).

CSI 300 ETF

For the period ended 30 September 2016, CSI 300 ETF:

- issued nil units (2015: nil units) in exchange for cash balances of RMBnil (2015: RMBnil); and
- redeemed 500,000 units (2015: 14,500,000 units) in exchange for cash balances of RMB5,317,663 (2015: RMB206,617,964).

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

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

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

	<u>KOSPI 200 ETF</u>	<u>S&P Emerging Asia Consumer ETF</u>	<u>S&P Global Consumer Brands ETF</u>
	For the six months ended 30 September 2016 (unaudited) HK\$	For the six months ended 30 September 2016 (unaudited) HK\$	For the six months ended 30 September 2016 (unaudited) HK\$
Net realised loss on sale of financial assets at fair value through profit or loss	(478,770)	(982,300)	(1,568,127)
Net change in unrealised gain on financial assets at fair value through profit or loss	3,587,672	4,855,382	5,205,334
	<u>3,108,902</u>	<u>3,873,082</u>	<u>3,637,207</u>
		<u>Hang Seng High Dividend Yield ETF</u>	<u>CSI 300 ETF</u>
	For the six months ended 30 September 2016 (unaudited) HK\$	For the six months ended 30 September 2016 (unaudited) HK\$	For the six months ended 30 September 2016 (unaudited) RMB
Net realised (loss)/gain on sale of financial assets at fair value through profit or loss	(21,998,012)	(8,578,504)	653,825
Net change in unrealised gain on financial assets at fair value through profit or loss	62,138,514	29,393,730	421,836
	<u>40,140,502</u>	<u>20,815,226</u>	<u>1,075,661</u>

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

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

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

	<u>KOSPI 200 ETF</u>	<u>S&P Emerging Asia Consumer ETF</u>	<u>S&P Global Consumer Brands ETF</u>
	For the six months ended 30 September 2015 (unaudited) HK\$	For the six months ended 30 September 2015 (unaudited) HK\$	For the six months ended 30 September 2015 (unaudited) HK\$
Net realised loss on sale of financial assets at fair value through profit or loss	(55,865)	(506,548)	(897,473)
Net change in unrealised loss on financial assets at fair value through profit or loss	(5,259,331)	(16,791,606)	(12,910,873)
	<u>(5,315,196)</u>	<u>(17,298,154)</u>	<u>(13,808,346)</u>
	<u>MSCI China ETF</u>	<u>Hang Seng High Dividend Yield ETF</u>	<u>CSI 300 ETF</u>
	For the six months ended 30 September 2015 (unaudited) HK\$	For the six months ended 30 September 2015 (unaudited) HK\$	For the six months ended 30 September 2015 (unaudited) RMB
Net realised gain on sale of financial assets at fair value through profit or loss	10,582,017	27,720,607	92,879,166
Net change in unrealised loss on financial assets at fair value through profit or loss	(69,390,481)	(61,448,868)	(114,437,623)
	<u>(58,808,464)</u>	<u>(33,728,261)</u>	<u>(21,558,457)</u>

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

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

Related parties are those as defined in note 2(q). Related parties of the Sub-Funds also include the Manager of the Sub-Funds and its connected persons. Connected persons of the Manager are those as defined in the SFC Code. All transactions entered into during the period between the Sub-Funds and their related parties, including the Manager and its connected persons were carried out in the normal course of business and on normal commercial terms. To the best of the Manager's knowledge, the Sub-Funds do not have any other transactions with their related parties, including the Manager and its connected persons except for those disclosed below.

(a) Brokerage commission

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

	Total transaction value HK\$	% of total transaction value of the Sub-Funds	Total brokerage commission HK\$	Average rate of commission
<u>KOSPI 200 ETF</u>				
<i>For the six months ended</i>				
<i>30 September 2016 (unaudited):</i>				
Mirae Asset Securities Co., Ltd [†]	1,501,078	13.28%	374	0.02%
<i>For the six months ended</i>				
<i>30 September 2015 (unaudited):</i>				
Mirae Asset Securities Co., Ltd [†]	640,473	15.86%	160	0.02%
	Total transaction value HK\$	% of total transaction value of the Sub-Funds	Total brokerage commission HK\$	Average rate of commission
<u>MSCI China ETF</u>				
<i>For the six months ended</i>				
<i>30 September 2016 (unaudited):</i>				
Citibank N.A. [#]	33,530,955	10.61%	16,741	0.05%
<i>For the six months ended</i>				
<i>30 September 2015 (unaudited):</i>				
Mirae Asset Wealth Management (HK) Limited	33,559,956	33.94%	3,356	0.01%

[†]Controlling entity of the Manager

[#]Affiliate of the Trustee

During the periods ended 30 September 2016 and 30 September 2015, S&P Emerging Asia Consumer ETF, S&P Global Consumer Brands ETF, Hang Seng High Dividend Yield ETF & CSI 300 ETF did not utilise the trading services of brokers who are related to the Trustee and the Manager in its purchase and sale of investments.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

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

(b) Management fee

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

	<u>Maximum rate of the net asset value in %</u>	<u>Annual rate of the net asset value in %</u>	
		For the six months ended 30 September 2016 (unaudited)	For the six months ended 30 September 2015 (unaudited)
KOSPI 200 ETF	0.05%	0.05%	0.05%
S&P Emerging Asia Consumer ETF	0.45%	0.45%	0.45%
S&P Global Consumer Brands ETF	0.45%	0.45%	0.45%
MSCI China ETF	0.049%	0.049%	0.049%
Hang Seng High Dividend Yield ETF	0.18%	0.18%	0.18%
CSI 300 ETF	0.25%	0.25%	0.25%

(c) Trustee fee

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

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

	<u>Annual rate¹ of the net asset value in %</u>	
	For the six months ended 30 September 2016 (unaudited)	For the six months ended 30 September 2015 (unaudited)
KOSPI 200 ETF	0.12%	0.12%
S&P Emerging Asia Consumer ETF	0.12%	0.12%
S&P Global Consumer Brands ETF	0.12%	0.12%
MSCI China ETF	0.10%	0.10%
Hang Seng High Dividend Yield ETF	0.10%	0.10%
CSI 300 ETF	0.12%	0.12%

¹The current standard annual rates of all Sub-Funds, except for MSCI China ETF and Hang Seng High Dividend Yield ETF, are 0.12% (0.10% for MSCI China ETF and Hang Seng High Dividend Yield ETF), 0.08% and 0.06% if the net asset value of each sub-fund equals or is less than US\$200 million, is between US\$200 million and US\$500 million, and exceeds US\$500 million respectively, and is subject to a minimum fee of US\$5,000 per month for the period from April 2015 to June 2015 and US\$6,000 per month for the period from July 2015 to March 2016 except CSI 300 ETF which is subject to a minimum fee of US\$3,000 per month for the period from April 2015 to May 2015 and US\$6,000 per month for the period from June 2015 to September 2016. However, applied minimum monthly fee can be revised down upon concession from the Trustee.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

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

(c) Trustee fee (continued)

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

	For the six months ended 30 September 2016 (unaudited)	
	Portion borne by the Sub-Funds	Portion borne by the Manager
KOSPI 200 ETF (in HK\$)	21,218	258,160
S&P Emerging Asia Consumer ETF (in HK\$)	20,825	258,553
S&P Global Consumer Brands ETF (in HK\$)	60,960	218,419
MSCI China ETF (in HK\$)	214,385	64,993
Hang Seng High Dividend Yield ETF (in HK\$)	137,999	141,379
CSI 300 ETF (in RMB)	67,006	171,461
	For the six months ended 30 September 2015 (unaudited)	
	Portion borne by the Sub-Funds	Portion borne by the Manager
KOSPI 200 ETF (in HK\$)	22,340	233,443
S&P Emerging Asia Consumer ETF (in HK\$)	47,851	207,932
S&P Global Consumer Brands ETF (in HK\$)	74,844	180,939
MSCI China ETF (in HK\$)	156,846	98,927
Hang Seng High Dividend Yield ETF (in HK\$)	176,873	78,910
CSI 300 ETF (in RMB)	159,130	68,141

(d) Other expenses

(i) *Formation fee*

The formation fee for establishing CSI 300 ETF, which was newly launched during the period ended 31 March 2015, was RMB1,062,987. The formation fee for this Sub-fund is payable to the Manager over the first three financial years.

The formation fee for establishing KOSPI 200 ETF, S&P Emerging Asia Consumer ETF, S&P Global Consumer Brands ETF, MSCI China ETF and Hang Seng High Dividend Yield ETF had already been fully amortised over the first three financial years from their inception date.

(ii) *Administration fee*

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

	Current annual rate of the net asset value in %	
	For the six months ended 30 September 2016 (unaudited)	For the six months ended 30 September 2015 (unaudited)
KOSPI 200 ETF	0.1200%	0.1200%
S&P Emerging Asia Consumer ETF	0.1800%	0.1800%
S&P Global Consumer Brands ETF	0.1800%	0.1800%
MSCI China ETF	0.1010%	0.1010%
Hang Seng High Dividend Yield ETF	0.1000%	0.1000%
CSI 300 ETF	0.1200%	0.1200%

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

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

(d) Other expenses (continued)

(ii) Administration fee (continued)

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

<u>KOSPI 200 ETF</u>	For the six months ended 30 September 2016 (unaudited)		
	Portion borne by the Sub-Fund	Portion borne by the Manager	Total
	HK\$	HK\$	HK\$
Audit fee	3,672	27,388	31,060
Index licensing fee	2,298	–	2,298
Other administration fee	15,248	113,734	128,982
	<u>21,218</u>	<u>141,122</u>	<u>162,340</u>

	For the six months ended 30 September 2015 (unaudited)		
	Portion borne by the Sub-Fund	Portion borne by the Manager	Total
	HK\$	HK\$	HK\$
Audit fee	3,135	26,446	29,581
Index licensing fee	2,143	–	2,143
Other administration fee	17,103	144,284	161,387
	<u>22,381</u>	<u>170,730</u>	<u>193,111</u>

<u>S&P Emerging Asia Consumer ETF</u>	For the six months ended 30 September 2016 (unaudited)		
	Portion borne by the Sub-Fund	Portion borne by the Manager	Total
	HK\$	HK\$	HK\$
Audit fee	4,570	26,490	31,060
Index licensing fee	8,677	30,285	38,962
Other administration fee	17,992	104,298	122,290
	<u>31,239</u>	<u>161,073</u>	<u>192,312</u>

	For the six months ended 30 September 2015 (unaudited)		
	Portion borne by the Sub-Fund	Portion borne by the Manager	Total
	HK\$	HK\$	HK\$
Audit fee	8,030	21,551	29,581
Index licensing fee	19,938	–	19,938
Other administration fee	43,808	117,577	161,385
	<u>71,776</u>	<u>139,128</u>	<u>210,904</u>

<u>S&P Global Consumer Brands ETF</u>	For the six months ended 30 September 2016 (unaudited)		
	Portion borne by the Sub-Fund	Portion borne by the Manager	Total
	HK\$	HK\$	HK\$
Audit fee	13,376	17,684	31,060
Index licensing fee	25,400	13,563	38,963
Other administration fee	52,663	69,627	122,290
	<u>91,439</u>	<u>100,874</u>	<u>192,313</u>

	For the six months ended 30 September 2015 (unaudited)		
	Portion borne by the Sub-Fund	Portion borne by the Manager	Total
	HK\$	HK\$	HK\$
Audit fee	12,559	17,021	29,580
Index licensing fee	31,185	–	31,185
Other administration fee	68,522	92,865	161,387
	<u>112,266</u>	<u>109,886</u>	<u>222,152</u>

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

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

(d) Other expenses (continued)

(ii) Administration fee (continued)

<u>MSCI China ETF</u>	For the six months ended 30 September 2016 (unaudited)		
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$	Total HK\$
Audit fee	24,470	6,590	31,060
Index licensing fee	85,754	–	85,754
Other administration fee	106,305	28,628	134,933
	<u>216,529</u>	<u>35,218</u>	<u>251,747</u>

	For the six months ended 30 September 2015 (unaudited)		
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$	Total HK\$
Audit fee	14,820	14,761	29,581
Index licensing fee	62,738	–	62,738
Other administration fee	80,856	80,531	161,387
	<u>158,414</u>	<u>95,292</u>	<u>253,706</u>

<u>Hang Seng High Dividend Yield ETF</u>	For the six months ended 30 September 2016 (unaudited)		
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$	Total HK\$
Audit fee	15,493	15,567	31,060
Index licensing fee	55,200	–	55,200
Other administration fee	67,306	67,626	134,932
	<u>137,999</u>	<u>83,193</u>	<u>221,192</u>

	For the six months ended 30 September 2015 (unaudited)		
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$	Total HK\$
Audit fee	16,439	13,142	29,581
Index licensing fee	70,749	–	70,749
Other administration fee	89,685	71,701	161,386
	<u>176,873</u>	<u>84,843</u>	<u>261,716</u>

<u>CSI 300 ETF</u>	For the six months ended 30 September 2016 (unaudited)		
	Portion borne by the Sub-Fund RMB	Portion borne by the Manager RMB	Total RMB
Audit fee	6,960	19,763	26,723
Index licensing fee	22,335	51,814	74,149
Other administration fee	37,711	107,080	144,791
	<u>67,006</u>	<u>178,657</u>	<u>245,663</u>

	For the six months ended 30 September 2015 (unaudited)		
	Portion borne by the Sub-Fund RMB	Portion borne by the Manager RMB	Total RMB
Audit fee	13,013	11,246	24,259
Index licensing fee	53,043	–	53,043
Other administration fee	93,073	80,435	173,508
	<u>159,129</u>	<u>91,681</u>	<u>250,810</u>

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

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

(d) Other expenses (continued)

(iii) *Custody fee and bank charges*

Custody fee and bank charges of the Sub-Funds for the periods ended 30 September 2016 and 30 September 2015 were charged by Citibank N.A., the immediate holding company of the Trustee.

(iv) *Professional fee*

The table below lists the breakdown of the professional fee incurred by S&P Emerging Asia Consumer ETF and borne by the Manager.

	For the period ended 30 September 2016	
	Portion borne by the Sub-Fund HK\$	Portion borne by the Manager HK\$
S&P Emerging Asia Consumer ETF	177	–

There was no professional fee incurred by the Sub-Fund and borne by the Manager during the period ended 30 September 2015.

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

Bank balances

The amounts of the bank balances included in the statement of net assets of all the Sub-Funds, are held with Citibank N.A., a related company of the Trustee, and placed with interest-bearing accounts, except for CSI 300 ETF that RMB1,654,976 (31 March 2016: RMB712,412) of interest-bearing accounts bank balance is placed with Industrial and Commercial Bank of China Limited. The carrying accounts of the bank balances approximate their fair value. Interest was earned on these bank balances during the period/year ended 30 September 2015 and 31 March 2016.

Financial assets at fair value through profit or loss

The amounts of the financial assets at fair value through profit or loss included in the statement of net assets of all the Sub-Funds', except for CSI 300 ETF, is held with Citibank N.A., a related company of the Trustee during the period/year ended 30 September 2015 and 31 March 2016.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

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

(f) Other payables

Application fee payable

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

	As at 30 September 2016 (unaudited)	As at 31 March 2016 (audited)
KOSPI 200 ETF (in HK\$)	15,000	–
S&P Global Consumer Brands ETF (in HK\$)	15,000	15,000
MSCI China ETF (in HK\$)	–	30,000
Hang Seng High Dividend Yield ETF (in HK\$)	45,000	60,000
CSI 300 ETF (in RMB)	12,000	12,000

Except for the shown above, no transaction fee was due to the Trustee by S&P Emerging Asia Consumer ETF as at period ended 30 September 2016 and year ended 31 March 2016.

(g) Amount due from/to broker

Amount due from/to broker represent receivables/payables from Citibank N.A. for securities sold/bought through Citibank N.A. that have been contracted for but not yet settled or delivered on the reporting date respectively. The details of amount due from/to broker for the Sub-Funds as at period/year ended are shown below.

	As at 30 September 2016 (unaudited)	As at 31 March 2016 (audited)
<u>Amount due from broker</u>		
S&P Global Consumer Brands ETF (in HK\$)	–	28,806
MSCI China ETF (in HK\$)	38,004	–
<u>Amount due to broker</u>		
Hang Seng High Dividend Yield ETF (in HK\$)	288,515	–

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

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

(h) Redemption payable

The redemption payable to Mirae Asset Wealth Management (HK) Limited, a participating dealer which is a related party of the Manager, is shown below:

	As at 30 September 2016 (unaudited)	As at 31 March 2016 (audited)
CSI 300 ETF (in RMB)	–	259,758

7. SOFT COMMISSION ARRANGEMENTS

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

8. TAXATION

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

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

For the A-shares, on 14 November 2014, the Ministry of Finance of the PRC (the “MoF”), the State Administration of Taxation of the PRC (“SAT”) and the China Securities Regulatory Commission (“CSRC”) jointly issued the “Notice on the issues of temporary exemption from the imposition of corporate income tax arising from gains from the transfer of equity investment assets such as PRC domestic stocks by Qualified Foreign Institutional Investor (“QFII”) and RMB Qualified Foreign Institutional Investor (“RQFII”) “關於 QFII 和 RQFII 取得中國境內的股票等權益性投資資產轉讓所得暫免徵收企業所得稅問題的通知” Caishui [2014] No.79 (the “Notice”).

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

8. TAXATION (CONTINUED)

The Notice states that PRC corporate income tax was imposed on capital gains derived by QFIIs and RQFIIs from equity investment assets (including PRC domestic stocks) prior to 17 November 2014 (“capital gains tax”) in accordance with laws. The Notice also states that RQFIIs without an establishment or a place of business in the PRC are temporarily exempt from corporate income tax on gains derived from the trading of A-Shares effective from 17 November 2014.

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

For the H-shares, no withholding tax on capital gains, including gross realised or unrealised capital gains, was provided as the Management considers that the Sub-Funds can sustain a position for not filing a tax return based on the existing tax regulations and that the enforcement of PRC tax on capital gains of H-shares is not probable. Upon any future resolution of the above-mentioned uncertainty or further changes to tax law or policies, the Manager will, as soon as practicable, make relevant adjustments to the amount of tax provision as it considers necessary.

Withholding tax was charged on certain dividend income of the Sub-Funds during the periods ended 30 September 2016 and 30 September 2015.

For S&P Emerging Asia Consumer ETF, capital gains tax was charged on realised gains on disposal of Indian securities during the periods ended 30 September 2016 and 30 September 2015.

9. DISTRIBUTIONS TO UNITHOLDERS

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

The Sub-Funds did not make any distribution for the period ended 30 September 2016 (30 September 2015: Nil) except for Hang Seng High Dividend Yield ETF, which distributed HK\$12,444,000 (HK\$1.02 per unit on 12,200,000 units) on 29 September 2016 (30 September 2015: Nil).

10. INVESTMENT LIMITATION AND PROHIBITIONS UNDER THE SFC CODE

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

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

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

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

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

As at 30 September 2016 (unaudited)

	Respective weighting in the tracked index	Respective weighting in the Sub-Fund's net asset value
<i>KOSPI 200 ETF</i>		
Samsung Electronics Co. Ltd.	23.77%	23.94%
<i>MSCI China ETF</i>		
Alibaba Group Holding-SP ADR	10.80%	10.74%
Tencent Holdings Ltd.	14.09%	14.01%

As at 31 March 2016 (audited)

	Respective weighting in the tracked index	Respective weighting in the Sub-Fund's net asset value
<i>KOSPI 200 ETF</i>		
Samsung Electronics Co., Ltd.	21.15%	21.31%
<i>MSCI China ETF</i>		
Tencent Holdings Ltd.	12.16%	12.10%

S&P Emerging Asia Consumer ETF, S&P Global Consumer Brands ETF, Hang Seng High Dividend Yield ETF & CSI 300 ETF did not have any constituent securities that individually accounted for more than 10% of their respective net asset value as at 30 September 2016 and 31 March 2016.

HORIZONS EXCHANGE TRADED FUNDS SERIES

NOTES TO THE FINANCIAL STATEMENTS

11. SEGMENT INFORMATION

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

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

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

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

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

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

12. SUBSEQUENT EVENTS

Effective from 11 October 2016, Guotai Junan Securities (Hong Kong) Limited has been appointed as a Participating Dealer of the Sub-Fund.

Effective from 24 November 2016, the name of the Trust and the Sub-Funds will be changed by adding "Mirae Asset" before "Horizons" in the English name. Please refer to the table below which sets out the old names and new names of the Sub-Funds:

Current Name	New Name
Horizons Exchange Traded Funds Series	Mirae Asset Horizons Exchange Traded Funds Series
Horizons KOSPI 200 ETF	Mirae Asset Horizons KOSPI 200 ETF
Horizons S&P Emerging Asia Consumer ETF	Mirae Asset Horizons S&P Emerging Asia Consumer ETF
Horizons S&P Global Consumer Brands ETF	Mirae Asset Horizons S&P Global Consumer Brands ETF
Horizons MSCI China ETF	Mirae Asset Horizons MSCI China ETF
Horizons Hang Seng High Dividend Yield ETF	Mirae Asset Horizons Hang Seng High Dividend Yield ETF
Horizons CSI 300 ETF	Mirae Asset Horizons CSI 300 ETF

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED)

As at 30 September 2016

KOSPI 200 ETF

Listed Equities	Holdings	Fair value HK\$	% of net assets
Korea			
ABLE C&C KRW500	64	10,798	0.04%
AMOREPACIFIC GROUP	168	196,278	0.65%
AMOREPACIFIC CORP KRW5000	189	519,010	1.73%
BGF RETAIL CO LTD	51	69,485	0.23%
BINGGRAE CO LTD KRW5000	36	15,121	0.05%
BNK FINANCIAL GROUP INC	1,771	107,268	0.36%
BORYUNG PHARMACEUTICAL CO KRW 5000	24	11,622	0.04%
BUKWANG PHARMACEUTICAL CO KRW500	159	32,494	0.11%
BYUCKSAN CORPORATION KRW5000	282	10,631	0.04%
CHEIL WORLDWIDE INC	402	45,406	0.15%
CHOKWANG LEATHER CO LTD 004700	12	3,397	0.01%
CHONG KUN DANG PHARMACEUTICA KRW2500	42	29,946	0.10%
CJ CHEILJEDANG CORP KRW5000	48	123,002	0.41%
CJ CORP KRW5000	78	102,417	0.34%
CJ KOREA EXPRESS CORP	54	82,150	0.27%
COSMAX INC COSMAX INC	39	41,710	0.14%
COWAY CO LTD	294	197,998	0.66%
CROWN CONFECTIONERY CO LTD KRW5000	30	6,226	0.02%
CUCKOO ELECTRONICS CO LTD 192400	15	15,089	0.05%
DAEDUCK ELECTRONICS CO KRW500	207	11,266	0.04%
DAEKYO CO LTD KRW5000	153	9,364	0.03%
DAELIM INDUSTRIAL CO LTD KRW5000	168	98,317	0.33%
DAESANG CORPORATION KRW1000	126	26,240	0.09%
DAEWOO ENGINEERING & CONSTR KRW5000	1,257	56,436	0.19%
DAEWOO SHIPBUILDING & MARINE KRW5000	840	26,566	0.09%
DAEWOONG PHARMACEUTICAL CO KRW2500	33	18,893	0.06%
DONG AH TIRE & RUBBER CO LTD KRW500	57	10,039	0.03%
DONG-A SOCIO HOLDINGS CO LTD	21	26,833	0.09%
DONG-A ST SCIENCE& KRW5000	33	25,392	0.08%
DONGBU HITEK CO LTD KRW5000	207	26,011	0.09%
DONGBU INSURANCE CO LTD SHS	294	141,545	0.47%
DONGKUK STEEL MILL CO LTD KRW5000	420	23,423	0.08%
DONGWON F&B CO LTD KRW5000	6	9,551	0.03%
DONGWON SYSTEMS CORP KRW500	21	8,806	0.02%
DOOSAN CORP KRW5000	45	32,085	0.11%
DOOSAN HEAVY INDUSTRIES KRW5000	354	64,599	0.22%
DOOSAN INFRACORE CO LTD KRW5000	753	41,941	0.14%
E-MART CO LTD KRW5000	126	140,092	0.47%
FARMSCO 036580	87	8,199	0.02%
FOOSUNG CO LTD KRW500	258	13,915	0.05%
GRAND KOREA LEISURE CO LTD KRW500	177	30,800	0.10%
GREEN CROSS CORP KRW5000	36	46,126	0.15%
GS HOLDINGS KRW5000	309	116,701	0.39%
GS RETAIL CO LTD	162	56,266	0.19%
HALLA HOLDINGS CORP	37	17,657	0.06%
HANA FINANCIAL GROUP KRW5000	1,662	326,753	1.09%
HANALL BIOPHARMA CO LTD KRW500	198	25,718	0.09%
HANDSOME CO LTD KRW500	81	23,215	0.08%
HANIL CEMENT CO LTD KRW5000	24	12,825	0.04%
HANJIN HEAVY INDUS & CONST KRW5000	376	11,281	0.04%
HANKOOK SHELL OIL CO LTD KRW5000	3	9,520	0.03%
HANKOOK TIRE CO KRW500	450	188,696	0.63%
HANKOOK TIRE WORLDWIDE CO LTD	141	22,844	0.08%
HANMI HOLDINGS CO LTD KRW500	105	84,500	0.28%
HANMI PHARM CO LTD KRW2500	36	129,101	0.43%

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 30 September 2016

KOSPI 200 ETF (continued)

Listed Equities	Holdings	Fair value HK\$	% of net assets
Korea (continued)			
HANON SYSTEMS	1,578	138,132	0.46%
HANSAE CO LTD KRW500	96	18,162	0.06%
HANSOL CHEMICAL CO LTD KRW5000	51	31,430	0.10%
HANSOL TECHNICS CO LTD KRW5000	109	12,427	0.04%
HANSSEM CO LTD KRW1000	57	70,819	0.24%
HANWHA CHEMICAL CORP KRW5000	630	107,627	0.36%
HANWHA CORPORATION KRW5000	273	67,548	0.23%
HANWHA LIFE INSURANCE CO LTD KRW5000	2,055	83,560	0.28%
HANWHA TECHWIN CO LTD	225	101,019	0.34%
HITE JINRO	192	30,564	0.10%
HOTEL SHILLA CO LTD KRW5000	201	85,845	0.29%
HUCHEMS FINE CHEMICAL CORP KRW1000	150	21,178	0.07%
HYOSUNG CORPORATION KRW5000	138	126,645	0.42%
HYUNDAI DEPT STORE CO KRW5000	93	77,797	0.26%
HYUNDAI DEVELOPMENT COMPANY KRW5000	387	140,151	0.47%
HYUNDAI ELEVATOR CO. KRW5000	99	47,454	0.16%
HYUNDAI ENGINEERING & CONST KRW5000	438	121,361	0.40%
HYUNDAI GLOVIS CO LTD	111	141,829	0.47%
HYUNDAI GREENFOOD CO LTD	324	36,824	0.12%
HYUNDAI HEAVY INDUSTRIES KRW5000	288	280,566	0.93%
HYUNDAI HOME SHOPPING NETWOR KRW5000	43	37,033	0.12%
HYUNDAI LIVART CO LTD	63	10,807	0.04%
HYUNDAI MIPO DOCKYARD KRW5000	72	37,714	0.13%
HYUNDAI MOBIS KRW5000	402	780,411	2.60%
HYUNDAI MOTOR CO KRW5000	912	872,366	2.91%
HYUNDAI ROTEM CO L KRW5000	279	40,573	0.14%
HYUNDAI SECURITIES CO KRW5000	865	43,660	0.15%
HYUNDAI STEEL CO KRW5000	516	185,045	0.62%
HYUNDAI WIA CORP KRW5000	87	53,186	0.18%
IL DONG HOLDINGS CO LTD	28	6,197	0.02%
ILJIN MATERIALS CO LTD KRW500	96	10,809	0.04%
ILSHIN SPINNING CO LTD KRW5000	6	5,295	0.01%
ILYANG PHARMACEUTICAL CO LTD KRW2500	72	25,032	0.08%
INDUSTRIAL BANK OF KOREA KRW5000	1,668	140,711	0.47%
IS DONGSEO CO LTD KRW500	54	21,119	0.07%
JEIL PHARMACEUTICAL CO KRW500	36	26,557	0.09%
JW PHARMACEUTICAL	69	42,426	0.14%
KANGWON LAND INC KRW500	810	224,720	0.75%
KB FINANCIAL GROUP INC KRW5000	2,136	570,731	1.90%
KCC CORP	30	83,759	0.28%
KEPCO ENGINEERING & CONSTRUC KRW200	57	11,729	0.04%
KEPCO PLANT SERVICE & ENGINE KRW200	135	55,084	0.18%
KIA MOTORS CORPORATION KRW5000	1,557	463,287	1.54%
KISCO CORP KRW5000	27	7,872	0.03%
KISWIRE LTD KRW1000	32	8,787	0.03%
KOLON INDUSTRIES INC KRW5000	99	57,937	0.19%
KOREA AEROSPACE IN KRW5000	405	218,144	0.73%
KOREA ELECTRIC POWER CORP KRW5000	1,899	723,908	2.41%
KOREA ELECTRIC TERMINAL CO KRW500	45	24,651	0.08%
KOREA GAS CORPORATION KRW5000	225	70,205	0.23%
KOREA INVESTMENT HOLDINGS CO KRW5000	252	72,492	0.24%
KOREA KOLMAR CO LTD KRW500	96	65,262	0.22%

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 30 September 2016

KOSPI 200 ETF (continued)

Listed Equities	Holdings	Fair value HK\$	% of net assets
Korea (continued)			
KOREA PETRO CHEMICAL IND	21	31,651	0.11%
KOREA ZINC CO LTD	51	173,173	0.58%
KOREAN AIR LINES CO LTD KRW5000	282	69,576	0.23%
KT CORP KRW5000	1,293	291,174	0.97%
KT&G CORP KRW5000	639	563,865	1.88%
KUKDO CHEMICAL CO LTD KRW5000	27	10,521	0.04%
KUMHO PETRO CHEMICAL CO LTD	111	54,773	0.18%
KUMHO TIRE CO INC KRW5000	834	66,528	0.22%
KWANG DONG PHARMACEUTICAL CO KRW1000	207	13,210	0.04%
KYUNGBANG LTD KRW5000	6	8,175	0.03%
LF CORP	114	17,825	0.06%
LG CHEM LTD KRW5000	270	460,304	1.54%
LG CORP KRW5000	552	252,120	0.84%
LG DISPLAY CO LTD	1,353	268,391	0.89%
LG ELECTRONICS SHS	618	208,972	0.70%
LG HAUSYS LTD KRW5000	39	28,908	0.10%
LG HOUSEHOLD & HEALTH CARE KRW5000	54	364,050	1.21%
LG INNOTEK CO LTD KRW5000	81	44,772	0.15%
LG INTERNATIONAL CORP	165	40,651	0.14%
LG LIFE SCIENCES LTD KRW5000	72	31,513	0.11%
LG UPLUS CORP KRW5000	1,719	142,586	0.48%
LOCK&LOCK CO LTD KRW500	99	8,666	0.03%
LOTTE CHEMICAL CORP	90	189,331	0.63%
LOTTE CHILSUNG BEVERAGE CO SHS	3	33,885	0.11%
LOTTE CONFECTIONERY CO LTD	30	37,273	0.12%
LOTTE FINE CHEMICAL CO LTD	102	22,646	0.08%
LOTTE SAMKANG CO LTD KRW5000	6	29,099	0.10%
LOTTE SHOPPING CO KRW5000	57	83,092	0.28%
LS CORP KRW5000	108	44,372	0.15%
LS INDUSTRIAL SYSTEMS KRW5000	99	29,353	0.10%
MANDO CORP 204320	42	73,233	0.24%
MIRAE ASSET DAEWOO CO LTD	1,089	60,040	0.20%
MIRAE ASSET SECURITIES CO LT KRW5000	421	67,612	0.23%
MUHAK CO LTD KRW200	86	14,510	0.05%
NAMHAE CHEMICAL CORP KRW1000	135	8,129	0.03%
NAMYANG DAIRY PRODUCTS CO. KRW5000	3	14,592	0.05%
NAVER CORP	156	972,411	3.24%
NCSOFT CORPORATION KRW500	102	212,776	0.71%
NEXEN TIRE CORPORATION KRW500	234	24,448	0.08%
NH INVESTMENT & SECURITIES CO	955	67,214	0.22%
NONG SHIM CO LTD	21	46,549	0.16%
OCI COMPANY LTD	93	61,384	0.20%
ORION CORP KRW5000	21	122,600	0.41%
OTTOGI CORPORATION	9	47,651	0.16%
POONGSAN CORP KRW5000	120	28,675	0.10%
POSCO DAEWOO CORP	243	42,028	0.14%
POSCO KRW5000	432	692,267	2.31%
S&T DYNAMICS CO LTD KRW2500	117	7,665	0.03%
S&T MOTIV CO LTD	48	16,129	0.05%
S1 CORPORATION KRW500	150	107,478	0.36%
SAMKWANG GLASS	18	9,251	0.03%
SAMLIP GENERAL FOODS CO LTD	12	16,773	0.06%
SAMSUNG C&T CORP	507	533,284	1.78%
SAMSUNG CARD CO KRW5000	210	74,271	0.25%
SAMSUNG ELECTRO-MECHANICS CO KRW5000	348	120,130	0.40%
SAMSUNG ELECTRONICS CO LTD KRW5000	636	7,174,605	23.94%
SAMSUNG ENGINEERING CO LTD KRW5000	747	56,952	0.19%
SAMSUNG FIRE & MARINE INS KRW500	210	414,348	1.38%

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 30 September 2016

KOSPI 200 ETF (continued)

Listed Equities	Holdings	Fair value HK\$	% of net assets
Korea (continued)			
SAMSUNG HEAVY INDUSTRIES KRW5000	900	59,531	0.20%
SAMSUNG HEAVY INDUSTRIES-RTS08NOV16	558	8,666	0.03%
SAMSUNG LIFE INSURANCE CO KRW5000	582	433,450	1.44%
SAMSUNG SDI CO LTD KRW5000	300	203,309	0.68%
SAMSUNG SDS CO LTD 018260	181	196,772	0.66%
SAMSUNG SECURITIES CO LTD KRW5000	348	85,000	0.28%
SAMYANG CORP(NEW) KRW5000	9	6,449	0.02%
SAMYANG HOLDINGS CORP	24	22,957	0.08%
SEAH BESTEEL CORP KRW5000	75	13,263	0.04%
SEAH STEEL CORPORATION KRW5000	15	6,766	0.02%
SEBANG GLOBAL BATTERY CO LTD	51	13,339	0.04%
SHINHAN FINANCIAL GROUP LTD KRW5000	2,523	715,100	2.38%
SHINSEGAE CO LTD KRW5000	45	57,657	0.19%
SINDOH CO LTD	33	11,718	0.04%
SK CHEMICALS CO LTD	102	48,676	0.16%
SK HOLDINGS CO LTD	207	309,792	1.03%
SK HYNIX INC	3,444	977,357	3.26%
SK INNOVATION CO LTD	405	461,734	1.54%
SK NETWORKS CO LTD	903	42,646	0.14%
SK TELECOM KRW500	330	526,486	1.76%
SKC CO LTD KRW5000	120	23,973	0.08%
SL CORP	72	8,361	0.03%
S-OIL CORPORATION KRW2500	270	154,769	0.52%
SSANGYONG CEMENT IND	432	49,709	0.17%
SSANGYONG MOTOR CO KRW5000	249	13,851	0.05%
SUHEUNG CAPSULE CO LTD KRW500	36	10,038	0.03%
TAEKWANG INDUSTRIAL CO LTD KRW5000	3	17,747	0.06%
TONG YANG MAJOR CORP ORD	1,251	25,566	0.09%
UNID CO LTD KRW5000	24	7,607	0.03%
WOORI BANK 000030	1,815	146,065	0.49%
YOUNG POONG CORPORATION KRW5000	3	22,343	0.07%
YOUNGONE CORP KRW 500	132	34,524	0.12%
YUHAN CORPORATION	51	99,907	0.33%
YUNGJIN PHARM KRW500	537	47,007	0.16%
Total listed investments		<u>29,849,606</u>	<u>99.59%</u>
Total investments, at cost		<u>30,738,543</u>	

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 30 September 2016

S&P Emerging Asia Consumer ETF

Listed Equities	Holdings	Fair value HK\$	% of net assets
China			
CHONGQING CHANGAN AUTOMOBILI-B 'B' CNY1	23,130	292,363	0.79%
Hong Kong			
ANTA SPORTS PRODUCTS LTD HKD0.10	27,268	573,991	1.55%
BRILLIANCE CHINA AUTOMOTIVE USD0.01	82,193	715,079	1.93%
BYD CO LTD-H 'H' CNY1	19,000	967,100	2.61%
DONGFENG MOTOR GRP CO LTD-H 'H' CNY1	77,969	604,260	1.63%
GREAT WALL MOTOR COMPANY-H 'H' CNY1	86,829	655,559	1.77%
GUANGZHOU AUTOMOBILE GROUP-H 'H' CNY1	59,262	590,842	1.59%
HAIER ELECTRONICS GROUP CO HKD0.1 (POST CONS)	33,031	423,457	1.14%
HENGAN INTL GROUP CO LTD HKD0.10	17,643	1,134,445	3.06%
SHENZHOU INTERNATIONAL GROUP HKD0.10	15,528	838,512	2.26%
SUN ART RETAIL GRO HKD0.30	48,825	261,214	0.71%
TSINGTAO BREWERY CO LTD-H 'H' CNY1	6,720	202,944	0.56%
WH GROUP LTD 288	156,000	973,440	2.63%
		7,940,843	
India			
BAJAJ AUTO LIMITED INR10	3,661	1,205,934	3.25%
DABUR INDIA LTD	12,947	409,039	1.10%
GODREJ CONSUMER PRODUCTS LTD INR1	2,788	515,323	1.39%
HERO MOTOCORP LTD	3,268	1,299,611	3.51%
HINDUSTAN UNILEVER LIMITED INR1	16,519	1,670,068	4.51%
ITC LTD INR1	120,198	3,379,484	9.12%
MARUTI SUZUKI INDIA LTD INR5	3,561	2,272,188	6.13%
TATA MOTORS LTD. INR 2	50,804	3,165,452	8.54%
		13,917,099	
Indonesia			
ASTRA INTERNATIONAL TBK PT	545,858	2,676,158	7.22%
GUDANG GARAM TBK PT IDR500	10,410	383,549	1.03%
INDOFOOD CBP SUKSES MAKMUR T IDR100	52,344	294,730	0.80%
INDOFOOD SUKSES MAKMUR TBK P	98,527	509,393	1.37%
MATAHARI DEPARTMENT STORE TB	58,200	638,977	1.72%
UNILEVER INDONESIA TBK PT	25,683	679,941	1.83%
		5,182,748	
Malaysia			
ASTRO MALAYSIA HLD MYR0.10	84,185	431,028	1.16%
BRITISH AMERICAN TOBACCO BHD ORD MYR0.50	2,738	252,335	0.68%
IOI CORPORATION BHD MYR0.10	63,800	532,462	1.44%
		1,215,825	
Singapore			
THAI BEVERAGE PCL THB1	195,394	1,078,152	2.91%

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 30 September 2016

S&P Emerging Asia Consumer ETF (continued)

Listed Equities	Holdings	Fair value HK\$	% of net assets
Taiwan			
ECLAT TEXTILE COMPANY LTD TWD10	5,772	534,153	1.44%
FENG TAY ENTERPRISE CO LTD TWD10	10,645	366,124	0.99%
GIANT MANUFACTURING SHS	8,528	466,345	1.26%
HOTAI MOTOR COMPANY LTD TWD10	8,945	811,188	2.19%
PRESIDENT CHAIN STORE CORP	12,657	779,826	2.10%
STANDARD FOODS CORP TWD10	8,880	176,440	0.49%
UNI-PRESIDENT ENTERPRISES CO TWD10	111,000	1,614,982	4.36%
		<u>4,749,058</u>	
Thailand			
CHAROEN POKPHAND FOODS-NVDR THB1(NVDR)	103,350	734,491	1.98%
CP ALL PCL	119,800	1,649,165	4.45%
		<u>2,383,656</u>	
Total listed investments		<u>36,759,744</u>	<u>99.20%</u>
Total investments, at cost		<u>34,329,039</u>	

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 30 September 2016

S&P Global Consumer Brands ETF

Listed Equities	Holdings	Fair value HK\$	% of net assets
Canada			
MAGNA INTERNATIONAL INC-CL A CLASS'A'SUB-VTG COM NPV	12,300	4,088,137	3.56%
France			
HERMES INTERNATIONAL NPV	1,145	3,615,254	3.15%
KERING EUR4	2,500	3,912,464	3.41%
MICHELIN (CGDE)	4,522	3,880,747	3.38%
PUBLICIS GROUPE EUR0.40	6,470	3,796,412	3.31%
RENAULT SA EUR3.81	5,941	3,787,385	3.29%
SODEXO EUR4	4,249	3,925,704	3.42%
		22,917,966	
Germany			
ADIDAS AG NPV (REGD)	3,024	4,072,257	3.55%
BAYERISCHE MOTOREN WERKE AG EUR1	5,698	3,715,413	3.23%
CONTINENTAL AG NPV	2,285	3,727,357	3.25%
DAIMLER AG-REGISTERED SHARES ORD NPV(REGD)	6,910	3,776,937	3.29%
		15,291,964	
Italy			
LUXOTTICA GROUP SPA EUR0.06	10,194	3,778,008	3.29%
Japan			
FAST RETAILING CO LTD NPV	1,387	3,430,213	2.98%
FUJI HEAVY INDUSTRIES LTD NPV	12,381	3,560,756	3.10%
NISSAN MOTOR CO LTD	48,056	3,616,972	3.15%
PANASONIC CORP NPV	48,100	3,691,385	3.22%
SONY CORP NPV	14,915	3,761,764	3.28%
SUZUKI MOTOR CORP NPV	14,400	3,705,769	3.23%
TOYOTA MOTOR CORP NPV	8,164	3,613,535	3.15%
		25,380,394	
Spain			
INDITEX ITX	13,602	3,912,386	3.41%
Sweden			
HENNES & MAURITZ AB-B SHS SER'B'NPV	15,815	3,464,760	3.02%
Switzerland			
CIE FINANCIERE RICHEMON-REG CHF1.00 (REG) SER 'A'	8,115	3,843,644	3.35%

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 30 September 2016

S&P Global Consumer Brands ETF (continued)

Listed Equities	Holdings	Fair value HK\$	% of net assets
United Kingdom			
COMPASS GROUP PLC	25,853	3,894,011	3.39%
WPP PLC ORD GBP0.10	20,887	3,817,319	3.33%
		<u>7,711,330</u>	
United States			
AMAZON.COM INC USD0.01	647	4,201,713	3.66%
CARNIVAL CORP COM USD0.01(PAIRE D STOCK)	11,086	4,197,672	3.66%
MCDONALD'S CORP COM USD0.01	4,293	3,841,068	3.35%
NIKE INC -CL B CLASS'B'COM NPV	8,890	3,630,246	3.15%
PRICELINE.COM INC COM STK USD0.008	348	3,971,664	3.46%
YUM! BRANDS INC COM NPV	5,656	3,983,630	3.47%
		<u>23,825,993</u>	
Total listed investments		<u>114,214,582</u>	<u>99.49%</u>
Total investments, at cost		<u>107,481,582</u>	

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 30 September 2016

MSCI China ETF

Listed Equities	Holdings	Fair value HK\$	% of net assets
Hong Kong			
3SBIO INC 1530	53,293	467,913	0.10%
AAC TECHNOLOGIES HOLDINGS IN USD0.01(B/L 500)	39,716	3,095,862	0.67%
AGRICULTURAL BANK OF CHINA-H 'H'CN Y1	1,317,390	4,373,735	0.95%
AIR CHINA LIMITED-H 'H'CN Y1	96,324	501,848	0.11%
ALIBABA HEALTH INFORMATION T 241	172,448	748,424	0.16%
ALIBABA PICTURES GROUP LTD 1060	605,950	981,639	0.21%
ALUMINUM CORP OF CHINA LTD-H 'H'CN Y1	208,082	584,710	0.13%
ANHUI CONCH CEMENT CO LTD-H 'H'CN Y1	66,110	1,404,838	0.31%
ANTA SPORTS PRODUCTS LTD HKD0.10	53,410	1,124,281	0.24%
AVICHINA INDUSTRY & TECH-H 'H'CN Y1	112,165	585,501	0.13%
BANK OF CHINA LTD-H 'H'HKD1	4,256,888	15,069,384	3.28%
BANK OF COMMUNICATIONS CO-H 'H'CN Y1.00	468,577	2,769,290	0.60%
BEIJING CAPITAL INTL AIRPO-H 'H'CN Y1	79,976	702,989	0.15%
BEIJING ENTERPRISES HLDGS HKD0.10	27,292	1,072,576	0.23%
BEIJING ENTERPRISES WATER GR HKD0.1(POST CON)	230,882	1,209,822	0.26%
BELLE INTERNATIONAL HOLDINGS HKD0.01	338,804	1,802,437	0.39%
BRILLIANCE CHINA AUTOMOTIVE USD0.01	160,183	1,393,592	0.30%
BYD CO LTD-H 'H'CN Y1	34,247	1,743,172	0.38%
CGN POWER CO LTD-H 1816	560,570	1,283,705	0.28%
CHINA CINDA ASSET MANAGEME-H	462,542	1,267,365	0.28%
CHINA CITIC BANK CORP LTD-H	478,552	2,464,543	0.54%
CHINA COAL ENERGY CO - H 'H'CN Y1	108,757	455,692	0.10%
CHINA COMMUNICATIONS CONST-H 'H'CN Y1	237,108	1,932,430	0.42%
CHINA COMMUNICATIONS SERVI-H 'H'CN Y1	126,594	613,981	0.13%
CHINA CONCH VENTURE HOLDINGS HKD0.01	71,350	1,078,812	0.23%
CHINA CONSTRUCTION BANK-H 'H'CN Y1	4,509,352	25,928,773	5.64%
CHINA COSCO HOLDINGS-H 'H'CN Y1.00	136,310	359,858	0.08%
CHINA EVERBRIGHT BANK CO L-H 'H'CN Y1	163,118	588,856	0.13%
CHINA EVERBRIGHT INTL LTD HKD0.10	130,206	1,200,499	0.26%
CHINA EVERBRIGHT LIMITED HKD1	49,980	792,683	0.17%
CHINA EVERGRANDE GROUP	217,209	1,138,175	0.25%
CHINA GALAXY SECURITIES CO-H	156,005	1,102,955	0.24%
CHINA GAS HOLDINGS LTD HKD0.01	92,304	1,135,339	0.25%
CHINA HUIZHAN DAIR HKD0.1	213,584	619,393	0.13%
CHINA JINMAO HOLDINGS GROUP LTD	198,427	474,241	0.10%
CHINA LIFE INSURANCE CO-H 'H'CN Y1	399,089	7,981,780	1.74%
CHINA LONGYUAN POWER GROUP-H	167,652	1,056,208	0.23%
CHINA MEDICAL SYSTEM HOLDING USD0.005(POST BOARD LOT)	65,559	854,889	0.19%
CHINA MENGNIU DAIRY CO HKD0.1	145,695	2,098,008	0.46%
CHINA MERCHANTS BANK - H 'H'CN Y1	209,093	4,085,677	0.89%
CHINA MERCHANTS PORT HOLDINGS	68,830	1,421,340	0.31%
CHINA MINSHENG BANKING-H 'H'CN Y1	315,569	2,821,187	0.61%
CHINA MOBILE LTD HKD0.10	328,978	30,874,584	6.71%
CHINA NATIONAL BUILDING MA-H 'H'CN Y1	152,665	525,168	0.11%
CHINA OILFIELD SERVICES-H 'H'CN Y1	96,716	650,899	0.14%
CHINA OVERSEAS LAND & INVEST HKD0.10	211,379	5,559,268	1.21%
CHINA PACIFIC INSURANCE GR-H 'H'CN Y1	141,320	4,048,818	0.88%
CHINA PETROLEUM & CHEMICAL CORP 386	1,367,942	7,728,872	1.68%
CHINA POWER INTERNATIONAL HKD1	175,646	523,425	0.11%
CHINA RAILWAY CONSTRUCTION-H 'H' CN Y1	104,144	916,467	0.20%
CHINA RAILWAY GROUP LTD-H 'H'CN Y1	212,001	1,187,206	0.26%
CHINA RESOURCES BEER (HOLDINGS) CO LTD	87,224	1,435,707	0.31%
CHINA RESOURCES GAS GROUP LT HKD0.10	47,395	1,255,968	0.27%
CHINA RESOURCES LAND LTD HKD0.10	149,522	3,229,675	0.70%

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 30 September 2016

MSCI China ETF (continued)

Listed Equities	Holdings	Fair value HK\$	% of net assets
Hong Kong (continued)			
CHINA RESOURCES POWER HOLDIN HKD1	102,919	1,374,998	0.30%
CHINA SHENHUA ENERGY CO - H 'H' CNY1.00	182,111	2,760,803	0.60%
CHINA SHIPPING CONTAINER-H 'H' CNY1	198,895	330,166	0.07%
CHINA SOUTHERN AIRLINES CO-H 'H' CNY1	95,967	417,456	0.09%
CHINA STATE CONSTRUCTION INT HKD0.025	95,472	973,813	0.21%
CHINA TAIPING INSURANCE HOLDIN	85,671	1,310,766	0.29%
CHINA TELECOM CORP LTD 'H' CNY1	742,700	2,903,957	0.63%
CHINA UNICOM HONG KONG LTD HKD0.10	321,654	2,994,599	0.65%
CHINA VANKE CO LTD-H	69,555	1,398,056	0.30%
CHONGQING RURAL COMMERCIAL-H CNY1 H SHARE	133,094	636,189	0.14%
CITIC LTD 267	233,773	2,585,529	0.56%
CITIC SECURITIES CNY1'H'	115,776	1,905,673	0.41%
CNOOC LTD HKD0.02	956,647	9,202,943	2.00%
COSCO PACIFIC LTD HKD0.10	85,174	677,133	0.15%
COUNTRY GARDEN HOLDINGS CO HKD0.10	295,827	1,209,932	0.26%
CRRC CORP LTD - H	222,191	1,555,337	0.34%
CSPC PHARMACEUTICAL GROUP LTD	219,199	1,700,984	0.37%
DONGFENG MOTOR GRP CO LTD-H 'H' CNY1	144,677	1,121,247	0.24%
ENN ENERGY HOLDINGS LTD	41,050	1,549,638	0.34%
FAR EAST HORIZON L HKD0.01 REG S	104,840	767,429	0.17%
FOSUN INTERNATIONAL HKD0.10	136,911	1,593,644	0.35%
GCL POLY ENERGY HOLDINGS LTD	688,047	708,688	0.15%
GEELY AUTOMOBILE HOLDINGS LT HKD0.02	281,040	1,944,797	0.42%
GF SECURITIES CO LTD-H 1776	71,918	1,179,455	0.26%
GOME ELECTRICAL APPLIANCES HKD0.025	653,805	621,115	0.14%
GREAT WALL MOTOR COMPANY-H 'H' CNY1	163,961	1,237,906	0.27%
GUANGDONG INVESTMENT LTD HKD0.50	151,274	1,863,696	0.41%
GUANGZHOU AUTOMOBILE GROUP-H 'H' CNY1	112,130	1,117,936	0.24%
GUANGZHOU R&F PROPERTIES - H 'H' CNY0.25(POST SUBD)	51,165	624,213	0.14%
HAIER ELECTRONICS GROUP CO HKD0.1 (POST CONS)	66,223	848,979	0.18%
HAITIAN INTERNATIONAL HLDGS HKD0.10	33,541	511,836	0.11%
HAITONG SECURITIES 'H' CNY1	164,467	2,157,807	0.47%
HANERGY THIN FILM POWER GROU 566	583,345	291,672	0.06%
HENGAN INTL GROUP CO LTD HKD0.10	39,012	2,508,472	0.55%
HUADIAN POWER INTL CORP-H 'H' CNY1	87,206	303,477	0.07%
HUANENG POWER INTL INC-H 'H' CNY1	222,908	1,081,104	0.24%
HUANENG RENEWABLES CORP-H CNY1 H	210,648	568,750	0.12%
HUATAI SECURITIES CO LTD-H 6886	77,204	1,212,103	0.26%
IND & COMM BK OF CHINA-H 'H' CNY1	3,953,164	19,172,845	4.17%
JIANGSU EXPRESS CO LTD-H 'H' CNY1	64,322	689,532	0.15%
JIANGXI COPPER COMPANY LTD-H 'H' CNY1	66,142	586,018	0.13%
KINGSOFT CORP LTD USD0.0005	41,070	753,224	0.16%
KUNLUN ENERGY COMPANY LTD HKD0.01	170,410	1,012,235	0.22%
LENOVO GROUP LTD HKD0.025	386,374	1,985,962	0.43%
LONGFOR PROPERTIES HKD0.10	77,397	921,024	0.20%
LUYE PHARMA GROUP LTD 2186	70,040	355,803	0.08%
NEW CHINA LIFE INSURANCE C-H	41,039	1,405,586	0.31%
NINE DRAGONS PAPER HOLDINGS HKD0.1	86,741	628,872	0.14%
PEOPLE'S INSURANCE 'H' CNY1	369,468	1,167,519	0.25%
PETROCHINA CO LTD-H 'H' CNY1	1,131,403	5,758,841	1.25%
PICC PROPERTY & CASUALTY -H 'H' CNY1	245,521	3,152,490	0.69%

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 30 September 2016

MSCI China ETF (continued)

Listed Equities	Holdings	Fair value HK\$	% of net assets
Hong Kong (continued)			
PING AN INSURANCE GROUP CO-H 'H'CN1	279,358	11,230,192	2.44%
SEMICONDUCTOR MANUFACTURING USD0.0004	1,447,246	1,259,104	0.27%
SHANDONG WEIGAO GP MEDICAL-H 'H'CN10.1	99,844	519,189	0.11%
SHANGHAI ELECTRIC GRP CO L-H 'H'CN1	150,124	549,454	0.12%
SHANGHAI FOSUN PHARMACEUTI-A CNY1 'H'	21,316	513,716	0.11%
SHANGHAI INDUSTRIAL HLDG LTD HKD0.10	25,723	573,623	0.12%
SHANGHAI PHARMACEU 'H'CN1	36,420	761,178	0.17%
SHENZHOU INTERNATIONAL GROUP HKD0.10	29,534	1,594,836	0.35%
SHIMAO PROPERTY HOLDINGS LTD HKD0.10	64,087	672,914	0.15%
SHUI ON LAND LTD USD0.0025	190,853	402,700	0.09%
SINO BIOPHARMACEUTICAL HKD0.025 (POST CONS)	235,120	1,224,975	0.27%
SINO-OCEAN GROUP HOLDING LTD	158,947	567,441	0.12%
SINOPEC ENGINEERING GROUP-H	65,486	436,792	0.09%
SINOPEC SHANGHAI PETROCHEM-H 'H'CN1	185,370	724,797	0.16%
SINOPHARM GROUP CO-H 'H'CN1	63,861	2,378,822	0.52%
SINOTRANS LIMITED-H 'H'SHARES CNY1	108,284	407,148	0.09%
SOHO CHINA LTD HKD0.02	110,272	462,039	0.10%
SUN ART RETAIL GRO HKD0.30	126,287	675,635	0.15%
SUNAC CHINA HOLDINGS LTD HKD0.10 'REG S'	98,398	549,061	0.12%
TENCENT HOLDINGS LTD	302,426	64,416,738	14.01%
TINGYI (CAYMAN ISLN) HLDG CO USD 0.005	103,720	931,406	0.20%
TRAVELSKY TECHNOLOGY LTD-H 'H'CN1	49,667	913,873	0.20%
TSINGTAO BREWERY CO LTD-H 'H'CN1	19,278	582,196	0.13%
WANT WANT CHINA HOLDINGS LTD USD0.02	303,397	1,456,306	0.32%
WEICHAI POWER CO LTD-H 'H'CN1	50,896	529,318	0.12%
YANZHOU COAL MINING CO-H 'H'CN1	99,254	518,106	0.11%
ZHEJIANG EXPRESSWAY CO-H 'H'CN1	76,396	624,919	0.14%
ZHUZHOU CRRC TIMES ELECTRIC CO LTD	29,279	1,177,016	0.26%
ZIJIN MINING GROUP CO LTD-H 'H'CN10.1	304,546	758,320	0.16%
ZTE CORP-H 'H'CN1	40,025	451,481	0.10%
		353,530,003	
United States			
58.COM INC-ADR	4,125	1,524,804	0.33%
ALIBABA GROUP HOLDING-SP ADR	60,174	49,372,988	10.74%
BAIDU INC - SPON ADR SPONS ADS REPR 0.10 ORD CLS'A'US0.00005	14,540	20,532,352	4.46%
CTRIP.COM INTERNATIONAL-ADR ADS EA REP 0.25 ORD USD0.01	18,575	6,709,204	1.46%
FANG HOLDINGS LIMITED	14,972	521,389	0.11%
JD.COM INC-ADR JD.COM INC-ADR	36,836	7,453,881	1.62%
NETEASE INC-ADR ADR EACH REPR 25 COM STK USD0.0001	4,227	7,893,845	1.72%
NEW ORIENTAL EDUCATIO-SP ADR SPONS ADR EA REP 4 ORD SHS	7,148	2,570,182	0.56%
QUNAR CAYMAN ISLANDS LTD-ADR SPONS ADR REPR B ORD SHS	1,885	423,980	0.09%
TAL EDUCATION GROUP- ADR ADS EA REPR 2 CL A ORD SHS	2,299	1,263,146	0.27%
VIPSHOP HOLDINGS LTD - ADS SPON ADR EA REPR 2 ORD SHS	21,598	2,457,421	0.53%
YY INC-ADR ADS EA REPR 20 ORD CL'A'	1,538	635,560	0.14%
		101,358,752	
Total listed investments		454,888,755	98.91%
Total investments, at cost		420,294,126	

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 30 September 2016

Hang Seng High Dividend Yield ETF

Listed Equities	Holdings	Fair value HK\$	% of net assets
Hong Kong			
AGRICULTURAL BANK OF CHINA-H 'H'CN1	1,691,454	5,615,627	2.29%
BANK OF CHINA LTD-H 'H'HKD1	1,452,894	5,143,245	2.10%
BANK OF COMMUNICATIONS CO-H 'H'CN1.00	959,718	5,671,933	2.32%
BANK OF EAST ASIA HKD2.50	78,028	2,453,981	1.00%
BELLE INTERNATIONAL HOLDINGS HKD0.01	1,693,834	9,011,196	3.68%
BOC HONG KONG HOLDINGS LTD HKD5	162,316	4,252,679	1.74%
CHAMPION REIT	861,377	4,048,472	1.65%
CHEUNG KONG INFRASTRUCTURE HKD1	27,550	1,837,585	0.76%
CHINA COMMUNICATIONS SERVI-H 'H'CN1	668,749	3,243,433	1.33%
CHINA CONSTRUCTION BANK-H 'H'CN1	897,237	5,159,113	2.11%
CHINA EVERBRIGHT BANK CO L-H 'H'CN1	1,486,690	5,366,951	2.19%
CHINA JINMAO HOLDINGS GROUP LTD	1,156,171	2,763,249	1.13%
CHINA MERCHANTS BANK - H 'H'CN1	225,091	4,398,278	1.80%
CHINA MINSHENG BANKING-H 'H'CN1	367,154	3,282,357	1.34%
CHINA MOBILE LTD HKD0.10	22,642	2,124,952	0.87%
CHINA PETROLEUM & CHEMICAL CORP 386	417,276	2,357,609	0.96%
CHINA POWER INTERNATIONAL HKD1	1,834,483	5,466,759	2.23%
CHINA RESOURCES POWER HOLDIN HKD1	465,441	6,218,292	2.54%
CHONGQING RURAL COMMERCIAL-H CNY1 H SHARE	1,046,333	5,001,472	2.04%
CLP HOLDINGS LTD HKD5	34,675	2,779,201	1.14%
CNOOC LTD HKD0.02	387,440	3,727,173	1.52%
COUNTRY GARDEN HOLDINGS CO HKD0.10	1,158,551	4,738,474	1.94%
DATANG INTL POWER GEN CO-H 'H'CN1	3,428,594	7,097,190	2.90%
HANG SENG BANK HKD5	34,716	4,808,166	1.96%
HSBC HOLDINGS PLC ORD USD0.50(UK REG)	116,383	6,651,288	2.72%
HUANENG POWER INTL INC-H 'H'CN1	1,420,071	6,887,344	2.81%
HUTCHISON TELECOMMUNICATIONS HKD0.25	1,618,206	4,255,882	1.74%
IND & COMM BK OF CHINA-H 'H'CN1	1,138,273	5,520,624	2.26%
KWG PROPERTY HOLDING LTD HKD0.10	1,161,095	5,909,974	2.41%
LI & FUNG LTD HKD0.0125	1,337,081	5,308,212	2.17%
LINK REIT NPV	59,231	3,376,167	1.38%
LUK FOOK HOLDINGS INTL LTD HKD0.10	269,742	5,125,098	2.09%
NEW WORLD DEVELOPMENT HKD1	605,183	6,100,245	2.50%
PACIFIC TEXTILES HOLDINGS HKD0.001	667,717	6,717,233	2.74%
PCCW LTD HKD0.25	735,375	3,500,385	1.43%
POWER ASSETS HOLDINGS LTD HKD1	33,247	2,513,473	1.03%
SA SA INTERNATIONAL HLDGS HKD0.10	1,795,692	5,907,827	2.41%
SANDS CHINA LTD USD0.01	182,428	6,138,702	2.51%
SHIMAO PROPERTY HOLDINGS LTD HKD0.10	588,620	6,180,510	2.53%
SINO LAND CO HKD1	263,468	3,614,781	1.48%
SINOPEC ENGINEERING GROUP-H	562,620	3,752,675	1.53%
SMARTONE TELECOMMUNICATIONS HKD0.10	275,733	3,534,897	1.44%
SWIRE PACIFIC LTD 'A' 'A'HKD0.60	41,107	3,434,490	1.41%
TELEVISION BROADCASTS LTD	290,141	8,588,173	3.51%
VTECH HOLDINGS LTD USD0.05	61,280	5,420,216	2.21%
XINYI GLASS HOLDING CO LTD HKD0.1	736,524	5,163,033	2.11%
YINGDE GASES GROUP COMPANY USD0.000001	2,784,343	8,547,933	3.49%
YUE YUEN INDUSTRIAL HLDG HKD0.25	96,300	3,081,600	1.26%
YUEXIU PROPERTY CO LTD ORD HKD0.10	3,783,301	4,615,627	1.89%
YUEXIU REAL ESTATE INVESTMENT TRUST	1,379,275	6,510,178	2.66%
Total listed investments		242,923,954	99.26%
Total investments, at cost		243,188,195	

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 30 September 2016

CSI 300 ETF

Listed Equities	Holdings	Fair value RMB	% of net assets
China			
AGRICULTURAL BANK OF CHINA-A 'A'CNY1	463,005	1,449,206	1.32%
AIER EYE HOSPITAL GROUP CO-A 'A'CNY1	5,288	184,868	0.17%
AIR CHINA LTD-A 'A'CNY1	33,241	240,665	0.22%
AISINO CO LTD-A 'A'CNY1	14,100	311,187	0.28%
ALPHA GROUP	5,623	157,332	0.14%
ALUMINUM CORP OF CHINA LTD 'A'CNY1	62,000	231,880	0.21%
ANGANG STEEL CO LTD - A 'A'CNY1	24,000	108,480	0.10%
ANHUI CONCH CEMENT CO LTD-A 'A'CNY1	26,000	438,100	0.40%
ANXIN TRUST CO LTD-A 600816	10,800	215,676	0.20%
AURORA OPTOELECTRONICS CO-A 600666	2,800	81,480	0.07%
AVIC AERO-ENGINE CONTROLS-A 000738	6,000	158,640	0.14%
AVIC AVIATION ENGINE CORP PLC	9,718	333,425	0.30%
AVIC CAPITAL CO LTD -A 'A'CNY1	53,528	346,861	0.32%
AVIC HELICOPTER CO LTD-A 600038	3,241	131,747	0.12%
BANK OF BEIJING CO LTD -A 'A'CNY1	147,374	1,341,103	1.22%
BANK OF CHINA LTD-A 'A'CNY1	261,400	880,918	0.80%
BANK OF COMMUNICATIONS-A 'A'CNY1	332,900	1,840,937	1.68%
BANK OF NANJING CO LTD -A 'A'CNY1	43,260	443,848	0.40%
BANK OF NINGBO CO LTD -A 'A'CNY1	25,489	398,903	0.36%
BAOSHAN IRON & STEEL CO-A 'A'CNY1	67,183	329,197	0.30%
BBMG CORPORATION-A 'A'CNY1	28,000	120,960	0.11%
BEIJING CAPITAL CO LTD-A 'A'CNY1	25,336	106,158	0.10%
BEIJING CAPITAL DEVELOPMEN-A 'A'CNY1	13,600	170,952	0.16%
BEIJING DABEINONG TECHNOLO-A 'A'CNY1	25,146	183,817	0.17%
BEIJING ENLIGHT MEDIA CO L-A 'A'CNY1	10,878	118,026	0.11%
BEIJING GEHUA CATV NETWORK-A 'A'CNY1	8,400	138,684	0.13%
BEIJING JINGNENG POWER CO -A 600578	17,700	74,517	0.07%
BEIJING ORIGINWATER TECHNO-A 'A'CNY1	18,854	348,988	0.32%
BEIJING SHIJI INFORMATION -A 002153	4,669	114,017	0.10%
BEIJING TONGRENTANG CO-A 'A'CNY1	6,641	202,750	0.18%
BEIJING ULTRAPOWER SOFTWARE-A 300002	15,800	168,428	0.15%
BEIJING XINWEI TECHNOLOGY GROUP CO LTD	12,095	207,308	0.19%
BEIJING YANJING BREWERY CO-A 'A'CNY1	18,191	142,254	0.13%
BLUEFOCUS COMMUNICATION GR-A 'A'CNY1	16,831	181,438	0.17%
BOE TECHNOLOGY GROUP CO LT-A 'A'CNY1	294,668	698,363	0.64%
BOHAI LEASING CO LTD -A 000415	22,000	157,960	0.14%
BYD CO LTD -A 'A'CNY1	7,872	437,604	0.40%
BY-HEALTH CO LTD-A 'A'CNY1	8,000	101,120	0.09%
CECEP WIND POWER CORP-A 601016	2,500	23,400	0.02%
CHANGJIANG SECURITIES CO L-A 'A'CNY1	40,245	427,402	0.39%
CHANGSHA ZOOMLION HEAVY INDS 'A'CNY1	56,859	263,257	0.24%
CHINA AVIONICS SYSTEMS CO LTD	7,145	136,041	0.12%
CHINA BAOAN GROUP-A 'A'CNY1	22,482	233,363	0.21%
CHINA CITIC BANK CORP LTD-A 'A'CNY1	42,000	251,159	0.23%
CHINA COAL ENERGY CO 'A'CNY1	24,005	135,628	0.12%
CHINA COMMUNICATIONS CONST-A	20,000	220,800	0.20%
CHINA CONSTRUCTION BANK-A	93,136	482,444	0.44%
CHINA COSCO HOLDINGS-A 'A'CNY1	43,200	218,592	0.20%
CHINA CSSC HOLDINGS LTD-A 'A'CNY1	9,241	199,328	0.18%
CHINA EASTERN AIRLINES CO-A 'A'CNY1	44,000	273,240	0.25%
CHINA EVERBRIGHT BANK CO-A	197,527	748,627	0.68%
CHINA FIRST HEAVY INDUSTR-A 'A'CNY1	34,000	177,140	0.16%
CHINA FORTUNE LAND DEVELOP-A	10,800	304,884	0.28%
CHINA HAINAN RUBBER INDUST-A	15,432	91,049	0.08%
CHINA INTERNATIONAL TRAVEL-A 'A'CNY1	6,009	270,886	0.25%

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 30 September 2016

CSI 300 ETF (continued)

Listed Equities	Holdings	Fair value RMB	% of net assets
China (continued)			
CHINA INTL MARINE CONTAIN-A 'A'CNY1	9,241	130,021	0.12%
CHINA LIFE INSURANCE CO- A 'A'CNY1	20,000	428,200	0.39%
CHINA MERCHANTS BANK-A 'A'CNY1	127,652	2,297,736	2.09%
CHINA MERCHANTS ENERGY -A 601872	26,300	134,130	0.12%
CHINA MERCHANTS SECURITIES-A 'A'CNY1	35,999	618,823	0.56%
CHINA MERCHANTS SHEKOU INDUSTRY	28,756	459,521	0.42%
CHINA MINSHENG BANKING-A 'A'CNY1	292,521	2,708,744	2.47%
CHINA MOLYBDENUM CO LTD-A 'A'CNY0.2	47,095	174,722	0.16%
CHINA NATIONAL CHEMICAL-A 'A'CNY1	25,814	143,268	0.13%
CHINA NATIONAL NUCLEAR POW-A	58,000	385,120	0.35%
CHINA NORTHERN RARE EARTH 600111	28,191	348,441	0.32%
CHINA OILFIELD SERVICES-A 'A'CNY1	8,000	95,120	0.09%
CHINA PACIFIC INSURANCE GR-A 601601	39,050	1,122,688	1.02%
CHINA PETROLEUM & CHEMICAL-A 'A'CNY1	127,414	619,232	0.56%
CHINA RAILWAY GROUP LTD -A 'A'CNY1	69,336	489,512	0.45%
CHINA RAILWAYS CONSTRUCTIO-A 'A'CNY1	40,000	360,400	0.33%
CHINA RESOURCES SANJIU MED-A 'A'CNY1	5,241	133,855	0.12%
CHINA SHENHUA ENERGY CO -A 'A'CNY1	25,900	393,680	0.36%
CHINA SHIPBUILDING INDUSTR-A 'A'CNY1	112,668	698,542	0.64%
CHINA SHIPPING CONTAINER-A 'A'CNY1	38,309	152,470	0.14%
CHINA SOUTH LOCOMOTIVE -A 'A'CNY1	113,766	1,019,343	0.93%
CHINA SOUTH PUBLISHING -A 'A'CNY1	9,548	170,336	0.16%
CHINA SOUTHERN AIRLINES CO-A 'A'CNY1	46,000	322,000	0.29%
CHINA SPACESAT CO LTD	8,005	254,799	0.23%
CHINA STATE CONSTRUCTION -A 'A'CNY1	186,000	1,147,620	1.05%
CHINA UNITED NETWORK-A	109,527	454,537	0.41%
CHINA VANKE CO LTD -A 'A'CNY1	96,300	2,520,171	2.30%
CHINA XD ELECTRIC CO LTD-A	26,668	137,874	0.13%
CHINA YANGTZE POWER CO LTD-A 'A'CNY1	80,061	1,064,811	0.97%
CHINESE UNIVERSE PUBLISHIN-A 600373	6,000	140,220	0.13%
CHONGQING CHANGAN AUTOMOB-A 'A'CNY1	29,265	464,436	0.42%
CITIC GUOAN INFORMATION-A 'A'CNY1	33,400	373,746	0.34%
CITIC HEAVY INDUSTRIES CO -A 601608	15,400	78,232	0.07%
CITIC SECURITIES CO-A SHARES 'A'CNY1	95,423	1,538,219	1.40%
COFCO TUNHE CO LTD-A 'A'CNY1	12,500	142,750	0.13%
CSSC OFFSHORE AND MARINE ENGINEERING GRP	3,000	80,310	0.07%
DAQIN RAILWAY CO LTD -A 'A' CNY1	73,814	467,981	0.43%
DATANG INTL POWER GEN CO-A 'A'CNY1	39,000	149,760	0.14%
DHC SOFTWARE CO LTD -A 'A'CNY1	9,800	201,880	0.18%
DONGFANG ELECTRIC CORP LTD-A 'A'CNY1	15,814	151,814	0.14%
DONGXING SECURITIES CO LT-A 601198	12,100	265,716	0.24%
DONGXU OPTOELECTRONIC TECH-A	22,000	319,220	0.29%
DR PENG TELCOM & MEDIA GROUP CO LTD	14,573	305,742	0.28%
EAST MONEY INFORMATION CO-A 300059	26,600	509,390	0.46%
ETERNAL ASIA SUPPLY CHAIN-A 002183	15,400	174,790	0.16%
EVERBRIGHT SECURITIE CO -A 'A'CNY1	14,558	236,422	0.22%
FAW CAR COMPANY LIMITED-A 'A'CNY1	10,668	111,694	0.10%
FINANCIAL STREET HOLDING-A	18,573	218,976	0.20%
FOCUS MEDIA INFORMATION TE-A 002027	7,500	106,950	0.10%
FOUNDER SECURITIES CO LTD-A 'A'CNY1	53,241	390,789	0.36%
FUYAO GROUP GLASS INDUSTR-A 'A'CNY1	18,143	306,435	0.28%
GD POWER DEVELOPMENT CO -A CNY1'A'	142,700	422,392	0.38%
GEMDALE CORP-A 'A'CNY1	29,187	349,952	0.32%
GEZHOUBA CO LTD-A 'A'CNY1	32,000	253,120	0.23%
GF SECURITIES CO LTD-A 'A'CNY1	36,764	601,827	0.55%
GOERTEK INC -A 'A'CNY1	10,061	304,144	0.28%

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 30 September 2016

CSI 300 ETF (continued)

Listed Equities	Holdings	Fair value RMB	% of net assets
China (continued)			
GREAT WALL MOTOR CO LTD-A 'A'CNY1	16,729	178,833	0.16%
GREE ELECTRIC APPLIANCES I-A 'A'CNY1	58,389	1,297,404	1.18%
GREENLAND HOLDINGS CORP LT-A 600606	4,400	42,284	0.04%
GRG BANKING EQUIPMENT CO -A	10,000	149,400	0.14%
GUANGDONG GOLDEN DRAGON DE-A 000712	5,800	112,172	0.10%
GUANGSHEN RAILWAY CO LTD-A 'A'CNY1	44,000	179,520	0.16%
GUANGXI WUZHOU ZHONGHENG G-A 'A'CNY1	36,000	156,960	0.14%
GUANGZHOU BAIYUNSHAN PHAR-A	7,241	176,970	0.16%
GUANGZHOU DEVELOPMENT IND-A 'A' CNY1	10,000	82,500	0.08%
GUANGZHOU HAIGE COMMUNICAT-A 'A'CNY1	21,000	261,240	0.24%
GUIZHOU BAILING GROUP PHAR-A 002424	5,200	114,764	0.10%
GUOSEN SECURITIES CO LTD-A 002736	29,900	492,752	0.45%
GUOTAI JUNAN SECURITIES CO-A	19,000	337,060	0.31%
GUOYUAN SECURITIES CO LTD-A 'A'CNY1	14,000	286,300	0.26%
HAINAN AIRLINES CO-A 'A'CNY1	76,000	243,200	0.22%
HAITONG SECURITIES CO LTD-A 'A'CNY1	98,058	1,560,103	1.42%
HANGZHOU HIKVISION DIGITAL-A 'A'CNY1	22,667	554,661	0.51%
HAN'S LASER TECHNOLOGY IN-A	10,477	223,579	0.20%
HEILAN HOME CO LTD -A 600398	17,718	190,114	0.17%
HENAN SHUANGHUI INVESTMENT-A 'A'CNY1	13,049	307,826	0.28%
HESTEEL CO LTD	55,050	169,554	0.15%
HISENSE ELECTRIC CO LTD-A	10,668	177,516	0.16%
HUADIAN POWER INTL CORP-A 'A'CNY1	27,718	137,204	0.12%
HUADONG MEDICINE CO LTD-A 'A'CNY1	2,766	190,024	0.17%
HUALAN BIOLOGICAL ENGINEER-A 'A'CNY1	6,420	241,264	0.22%
HUANENG POWER INTL INC-A 'A'CNY1	54,191	381,505	0.35%
HUATAI SECURITIES CO LTD-A 'A'CNY1	40,477	726,562	0.66%
HUAWEN MEDIA INVESTMENT -A 'A'CNY1	24,805	262,437	0.24%
HUAXIA BANK CO LTD-A 'A'CNY1	66,217	665,481	0.61%
HUAYI BROTHERS MEDIA CORP-A 'A'CNY1	23,752	294,050	0.27%
HUAYU AUTOMOTIVE SYSTEMS -A 'A'CNY1	13,619	214,499	0.20%
HUBEI ENERGY GROUP CO LTD-A 'A'CNY1	28,000	129,360	0.12%
HUNAN TV & BROADCAST INT-A 'A'CNY1	12,477	194,516	0.18%
HUNDSUN ELECTRONIC CO LTD-A 'A'CNY1	6,078	340,003	0.31%
IFLYTEK CO LTD	11,241	319,582	0.29%
IND & COMM BK OF CHINA - A 'A'CNY1	293,832	1,301,676	1.19%
INDUSTRIAL BANK CO LTD 'A'CNY1	165,032	2,635,561	2.40%
INDUSTRIAL SECURITIES CO-A 'A'CNY1	56,850	429,786	0.39%
INNER MONGOLIA JUNZHENG EN-A 'A'CNY1	28,916	141,110	0.13%
INNER MONGOLIA MENGDIAN HU-A 'A'CNY1	36,414	111,791	0.10%
INNER MONGOLIA YILI INDUS-A 'A'CNY1	73,550	1,184,891	1.08%
INNER MONGOLIAN BAOTOU STEEL 'A'CNY1	126,095	350,544	0.32%
INSPUR ELECTRONIC INFORMAT-A 000977	7,300	190,968	0.17%
JIANGSU BROADCASTING CABLE-A 600959	9,740	99,251	0.09%
JIANGSU HENGRUI MEDICINE C-A 'A'CNY1	17,494	770,611	0.70%
JIANGSU PHOENIX PUBLISH-A	8,000	88,000	0.08%
JIANGSU PROTRULY VISION TE-A 600074	11,200	179,872	0.16%
JIANGSU YANGHE BREWERY -A 'A'CNY1	7,513	504,047	0.46%
JIANGXI COPPER CO LTD-A 'A'CNY1	11,050	154,037	0.14%
JIHUA GROUP CORP LTD-A 'A'CNY1	19,200	147,072	0.13%
JILIN AODONG MEDICINE INDUST 'A'CNY1	9,432	241,176	0.22%
JINDUICHENG MOLYBDENUM CO -A	12,668	97,797	0.09%
JOINTOWN PHARMACEUTICAL-A	4,000	85,920	0.08%
JUNEYAO AIRLINES CO LTD-A 603885	1,800	46,512	0.04%
KANGDE XIN COMPOSITE MATERIAL CO LTD	32,515	587,871	0.54%

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 30 September 2016

CSI 300 ETF (continued)

Listed Equities	Holdings	Fair value RMB	% of net assets
China (continued)			
KANGMEI PHARMACEUTICAL CO-A 'A'CNY1	37,500	608,250	0.55%
KINGENTA ECOLOGICAL ENGINE-A	16,206	127,865	0.12%
KWEICHOW MOUTAI CO LTD-A 'A'CNY1	6,086	1,813,080	1.65%
LEPU MEDICAL TECHNOLOGY-A 300003	10,500	194,355	0.18%
LESHI INTERNET INFORMATION-A	11,300	500,025	0.46%
LIAONING CHENG DA CO LTD-A 'A'CNY1	14,859	277,418	0.25%
LUXIN VENTURE CAPITAL GRP-A 'A'CNY1	4,000	96,440	0.09%
LUXSHARE PRECISION INDUSTR-A	11,679	236,149	0.22%
LUZHOU LAOJIAO CO LTD-A 'A'CNY1	9,241	287,210	0.26%
MEIHUA MONOSODIUM GLUTAMAT-A 'A'CNY1	21,085	126,932	0.12%
METALLURGICAL CORP OF CHIN-A 'A'CNY1	60,382	238,509	0.22%
MIDEA GROUP CO LTD-A CNY1	38,798	1,047,934	0.95%
NARI TECHNOLOGY DEVELOPMEN-A 'A'CNY1	19,145	312,446	0.28%
NEUSOFT CORP-A 'A'CNY1	11,290	194,414	0.18%
NEW CHINA LIFE INSURANCE C-A 'A'CNY1	10,118	416,963	0.38%
NEW HOPE LIUHE CO LTD-A 'A'CNY1	26,500	213,590	0.19%
NINGBO PORT CO LTD-A 'A'CNY1	48,600	242,028	0.22%
NORTHEAST SECURITIES CO LT-A 'A'CNY1	18,343	224,335	0.20%
OCEANWIDE HOLDINGS CO LTD	18,000	189,900	0.17%
OFFSHORE OIL ENGINEERING-A 'A'CNY1	26,000	177,840	0.16%
ORIENT SECURITIES CO LTD-A 600958	32,000	506,560	0.46%
OURPALM CO LTD-A 300315	23,600	222,312	0.20%
PACIFIC SECURITIES CO/THE-A 'A'CNY1	83,670	411,656	0.37%
PANG DA AUTOMOBILE TRADE -A 'A'CNY1	42,000	113,400	0.10%
PEOPLE.CN CO LTD-A 'A'CNY1	7,575	142,789	0.13%
PETROCHINA CO LTD-A 'A'CNY1	58,959	425,684	0.39%
PING AN BANK CO LTD-A	85,260	773,308	0.70%
PING AN INSURANCE GROUP CO-A 'A'CNY1	134,049	4,579,114	4.17%
POLY REAL ESTATE GROUP CO -A 'A'CNY1	80,000	768,000	0.70%
POWER CONSTRUCTION CORPORATION OF CHINA LTD	49,900	298,402	0.27%
QINGDAO HAIER CO LTD-A 'A'CNY1	39,100	396,474	0.36%
QINGHAI SALT LAKE INDUSTRY-A	7,727	144,186	0.13%
RISESUN REAL ESTATE DEVEL-A 'A'CNY1	19,145	149,714	0.14%
SAIC MOTOR CORPORATION LTD-A 'A'CNY1	41,050	896,943	0.82%
SANAN OPTOELECTRONICS CO L-A 'A'CNY1	24,753	297,284	0.27%
SANY HEAVY INDUSTRY CO LTD-A 'A'CNY1	44,000	240,680	0.22%
SDIC ESSENCE HOLDINGS CO L-A 600061	13,500	210,870	0.19%
SDIC POWER HOLDINGS CO LTD-A 'A'CNY1	44,000	287,760	0.26%
SEALAND SECURITIES CO LTD -A	27,192	189,528	0.17%
SEARAINBOW HLDG CORP CO-A	8,727	413,660	0.38%
SHAANXI COAL INDUSTRY CO L-A	26,000	147,940	0.13%
SHANDONG DONG-E E-JIAO-A 'A'CNY1	6,350	377,825	0.34%
SHANDONG GOLD MINING CO LT-A 'A'CNY1	8,000	305,520	0.28%
SHANDONG IRON AND STEEL CO-A 'A'CNY1	20,500	50,020	0.05%
SHANGHAI 2345 NETWORK HOLD-A 002195	6,700	75,978	0.07%
SHANGHAI BAIRUN FLAVOR & F-A 002568	2,200	46,486	0.04%
SHANGHAI CHENGTOU HOLDING-A 'A'CNY1	20,422	293,260	0.27%
SHANGHAI CONSTRUCTION CO-A 'A'CNY1	28,427	120,246	0.11%
SHANGHAI ELECTRIC GRP CO L-A 'A'CNY1	36,691	308,938	0.28%
SHANGHAI ELECTRIC POWER CO-A 'A'CNY1	10,700	125,511	0.11%
SHANGHAI FOSUN PHARMACEUTI-A 'A'CNY1	15,050	353,374	0.32%
SHANGHAI FRIENDSHIP GROUP-A 'A'CNY1	10,000	124,600	0.11%

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 30 September 2016

CSI 300 ETF (continued)

Listed Equities	Holdings	Fair value RMB	% of net assets
China (continued)			
SHANGHAI INTERNATIONAL AIR-A 'A'CNY1	12,668	341,656	0.31%
SHANGHAI INTERNATIONAL POR-A 'A'CNY1	40,191	205,778	0.19%
SHANGHAI LUJIAZUI FIN&TRAD-A 'A'CNY1	9,909	243,960	0.22%
SHANGHAI ORIENTAL PEARL MEDIA CO LTD	16,043	396,262	0.36%
SHANGHAI PHARMACEUTICALS-A 'A'CNY1	12,573	248,065	0.23%
SHANGHAI PUDONG DEVEL BANK-A 'A'CNY1	104,710	1,726,668	1.57%
SHANGHAI RAAS BLOOD PRODUC-A 002252	12,060	268,335	0.24%
SHANGHAI TUNNEL ENGINEERIN-A 'A'CNY1	19,600	190,316	0.17%
SHANGHAI WAIGAOQIAO FTZ - A 'A'CNY1	4,000	80,120	0.07%
SHANGHAI WANGSU SCIENCE-A 'A'CNY1	5,658	394,928	0.36%
SHANGHAI ZHANGJIANG HIGH-A 'A'CNY1	9,800	178,654	0.16%
SHANXI SECURITIES CO LTD-A 'A'CNY1	14,095	197,189	0.18%
SHANXI TAIGANG STAINLESS-A 'A'CNY1	30,000	105,900	0.10%
SHENERGY COMPANY LIMITED-A 'A'CNY1	29,718	172,067	0.16%
SHENWAN HONGYUAN GROUP CO-A 000166	77,250	483,585	0.44%
SHENZHEN AGRICULTURAL PROD-A 'A'CNY1	11,241	136,016	0.12%
SHENZHEN ENERGY GROUP CO L-A 'A'CNY1	15,718	104,682	0.10%
SHENZHEN HEPALINK PHARMACE-A 'A'CNY1	2,876	50,646	0.05%
SHENZHEN INFOGEM TECHNOLOGIES	3,400	81,328	0.07%
SHENZHEN INOVANCE TECHNOLO-A 'A'CNY1	11,998	226,882	0.21%
SHENZHEN KINGDOM SCI-TECH-A 600446	6,100	179,279	0.16%
SHENZHEN O-FILM TECH CO-A 'A'CNY1	9,228	335,530	0.31%
SHENZHEN OVERSEAS CHINESE-A	39,900	279,300	0.25%
SHENZHEN SALUBRIS PHARM-A 'A'CNY1	3,504	97,271	0.09%
SHENZHEN ZHONGJIN LINGNAN-A 'A'CNY1	17,336	176,654	0.16%
SIASUN ROBOT & AUTOMATION-A 300024	13,260	312,140	0.28%
SICHUAN CHANGHONG ELECTRIC-A 'A'CNY1	48,000	204,480	0.19%
SICHUAN CHUANTOU ENERGY CO-A 'A'CNY1	28,573	247,728	0.23%
SICHUAN KELUN PHARMACEUTIC-A	9,909	161,021	0.15%
SINOLINK SECURITIES CO LTD-A 'A'CNY1	22,500	287,325	0.26%
SINOPEC OILFIELD SERVICE C-A 600871	21,900	84,972	0.08%
SINOPEC SHANGHAI PETROCHE-A 'A'CNY1	28,382	167,170	0.15%
SONGCHENG PERFORMANCE DEVELOPMENT CO LTD	7,200	176,400	0.16%
SOOCHOW SECURITIES CO LTD-A 'A'CNY1	26,859	348,898	0.32%
SOUTHWEST SECURITIES CO LT-A 'A'CNY1	36,600	263,886	0.24%
SPRING AIRLINES CO LTD-A 601021	3,100	140,027	0.13%
SUNING APPLIANCE CO LTD-A 'A'CNY1	45,155	489,480	0.45%
SUZHOU GOLD MANTIS CONSTR -A 'A'CNY1	16,954	204,126	0.19%
TBEA CO LTD-A 'A'CNY1	33,718	290,649	0.26%
TCL CORP-A 'A'CNY1	88,700	303,354	0.28%
TIAN DI SCIENCE & TECHNOLO-A 'A'CNY1	20,100	91,455	0.08%
TIANJIN TASLY PHARMA-CLASS A 'A'CNY1	8,000	337,440	0.31%
TIANJIN ZHONGHUAN SEMICOND-A 'A'CNY1	17,944	148,397	0.14%
TONGHUA DONGBAO PHARMACEUT-A 'A'CNY1	12,459	283,068	0.26%
TONGLING NONFERROUS METALS-A 'A'CNY1	81,127	209,308	0.19%
TSINGHUA TONGFANG CO LTD-A 'A'CNY1	23,241	320,029	0.29%
TSINGTAO BREWERY CO LTD-A 'A'CNY1	3,527	112,194	0.10%
TUS - SOUND ENVIRONMENTAL RESOURC CO LTD	6,800	225,692	0.21%
WANDA CINEMA LINE CO LTD-A 002739	5,800	390,224	0.36%
WANHUA CHEMICAL GROUP CO -A 'A'CNY1	14,000	287,839	0.26%
WANXIANG QIANCHAO CO LTD-A 'A'CNY1	14,611	211,713	0.19%
WASU MEDIA HOLDING CO LTD-A 'A'CNY1	5,241	94,443	0.09%
WEICHAI POWER CO LTD-A 'A'CNY1	29,649	273,067	0.25%
WESTERN SECURITIES CO LTD-A 'A'CNY1	17,009	403,283	0.37%
WINTIME ENERGY CO LTD-A 'A'CNY1	43,184	172,736	0.16%
WONDERS INFORMATION CO LTD-A 300168	8,600	188,598	0.17%

HORIZONS EXCHANGE TRADED FUNDS SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

As at 30 September 2016

CSI 300 ETF (continued)

Listed Equities	Holdings	Fair value RMB	% of net assets
China (continued)			
WUHAN IRON & STEEL CO LTD-A 'A' CNY1	54,700	150,972	0.14%
WULIANGYE YIBIN CO LTD-A 'A' CNY1	23,646	788,831	0.72%
XCMG CONSTRUCTION MACHIN-A 'A' CNY1	55,357	176,035	0.16%
XIAMEN C & D INC-A 'A' CNY1	21,000	232,890	0.21%
XI'AN AIRCRAFT INTL CORP-A 'A' CNY1	13,814	289,265	0.26%
XINHU ZHONGBAO CO LTD-A 'A' CNY1	42,714	188,369	0.17%
XINJIANG GOLDWIND SCI&TECH-A 'A' CNY1	20,010	313,757	0.29%
XINJIANG GUANGHUI INDUSTRY-A 'A' CNY1	40,573	165,944	0.15%
XINXING DUCTILE IRON PIPES-A 'A' CNY1	31,241	148,082	0.13%
YANZHOU COAL MINING CO-A 'A' CNY1	5,241	65,250	0.06%
YINGKOU PORT LIABILITY CO-A 600317	25,300	87,032	0.08%
YONGHUI SUPERSTORES CO LTD-A 'A' CNY1	52,000	231,920	0.21%
YONYOU NETWORK TECHNOLOGY CO LTD	7,296	165,036	0.15%
YOUNGOR GROUP CO-A 'A' CNY1	20,163	286,516	0.26%
YUNNAN BAIYAO GROUP CO LTD-A 'A' CNY1	6,334	438,503	0.40%
ZHEJIANG CHINA COMMODITIES-A 'A' CNY1	35,241	286,157	0.26%
ZHEJIANG DAHUA TECHNOLOGY-A	19,622	304,337	0.28%
ZHEJIANG HUACE FILM & TV-A	8,305	113,280	0.10%
ZHEJIANG LONGSHENG GROUP C-A 'A' CNY1	29,718	273,406	0.25%
ZHEJIANG ZHENENG ELECTRIC-A	49,400	258,856	0.24%
ZHEJIANG ZHONGDA GROUP CO-A 'A' CNY1	13,960	143,509	0.13%
ZHENGZHOU YUTONG BUS CO - A	16,513	364,277	0.33%
ZHONGJIN GOLD CORP-A 'A' CNY1	22,666	274,939	0.25%
ZHONGTIAN URBAN DEVELOPMEN-A 000540	34,100	235,972	0.21%
ZIJIN MINING GROUP CO LTD-A 'A' CNY0.1	122,286	392,538	0.36%
ZTE CORP-A 'A' CNY1	28,587	422,516	0.38%
Total listed investments		108,601,459	98.90%
Total investments, at cost		92,294,501	

HORIZONS EXCHANGE TRADED FUNDS SERIES

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED)

For the period from 1 April 2016 to 30 September 2016

KOSPI 200 ETF

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2016	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2016
Consumer Discretionary					
CHOSUN REFRACTORIES KRW5000	8	–	–	8	–
COWAY CO LTD	404	–	–	110	294
CUCKOO ELECTRONICS CO LTD 192400	–	20	–	5	15
DONG-A SOCIO HOLDINGS CO LTD	28	–	–	7	21
DONGKUK STEEL MILL CO LTD KRW5000	376	184	–	140	420
DOOSAN HEAVY INDUSTRIES KRW5000	472	–	–	118	354
GREEN CROSS CORP KRW5000	48	–	–	12	36
HANA FINANCIAL GROUP KRW5000	2,248	–	–	586	1,662
HANSOL HOLDINGS CO LTD	163	–	–	163	–
HANWHA CHEMICAL CORP KRW5000	720	120	–	210	630
HYUNDAI DEPT STORE CO KRW5000	124	–	–	31	93
HYUNDAI ENGINEERING & CONST KRW5000	584	–	–	146	438
HYUNDAI HEAVY INDUSTRIES KRW5000	384	–	–	96	288
HYUNDAI MOTOR CO KRW5000	1,220	–	–	308	912
IL DONG HOLDINGS CO LTD	132	–	(94)	10	28
ILJIN MATERIALS CO LTD KRW500	128	–	–	32	96
IS DONGSEO CO LTD KRW500	72	–	–	18	54
KB FINANCIAL GROUP INC KRW5000	2,848	–	–	712	2,136
KOREA ELECTRIC POWER CORP KRW5000	2,573	–	–	674	1,899
KUMHO PETRO CHEMICAL CO LTD	148	–	–	37	111
LG ELECTRONICS SHS	824	–	–	206	618
LG HAUSYS LTD KRW5000	52	–	–	13	39
LG INNOTEK CO LTD KRW5000	92	16	–	27	81
LS INDUSTRIAL SYSTEMS KRW5000	132	–	–	33	99
MANDO CORP 204320	–	56	–	14	42
POONGSAN CORP KRW5000	160	–	–	40	120
S1 CORPORATION KRW500	200	–	–	50	150
SAMSUNG CARD CO KRW5000	280	–	–	70	210
SAMSUNG ELECTRO-MECHANICS CO KRW5000	464	–	–	116	348
SAMSUNG ELECTRONICS CO LTD KRW5000	880	–	–	244	636
SAMSUNG LIFE INSURANCE CO KRW5000	776	–	–	194	582
SAMYANG CORP(NEW) KRW5000	12	–	–	3	9
SAMYANG HOLDINGS CORP	32	–	–	8	24
SEAH BESTEEL CORP KRW5000	100	–	–	25	75
SEJONG INDUSTRIAL CO LTD KRW500	72	–	–	72	–
SEOYON CO LTD	50	–	–	50	–
SHINHAN FINANCIAL GROUP LTD KRW5000	3,417	–	–	894	2,523
SK INNOVATION CO LTD	540	–	–	135	405
TAEKWANG INDUSTRIAL CO LTD KRW5000	4	–	–	1	3
Consumer Staples					
BGF RETAIL CO LTD	–	68	–	17	51
BUKWANG PHARMACEUTICAL CO KRW500	212	–	–	53	159
CHOKWANG LEATHER CO LTD 004700	16	–	–	4	12
CHONG KUN DANG PHARMACEUTICA KRW2500	56	–	–	14	42
CJ CHEILJEDANG CORP KRW5000	64	–	–	16	48
COSMAX INC COSMAX INC	52	–	–	13	39
DAEDUCK ELECTRONICS CO KRW500	276	–	–	69	207
DAELIM INDUSTRIAL CO LTD KRW5000	224	–	–	56	168
DAESANG CORPORATION KRW1000	168	–	–	42	126
E-MART CO LTD KRW5000	168	–	–	42	126
HANJIN HEAVY INDUS & CONST KRW5000	502	–	–	126	376
HANMI PHARM CO LTD KRW2500	51	–	–	15	36
HANSOL CHEMICAL CO LTD KRW5000	68	–	–	17	51
HANSOL TECHNICS CO LTD KRW5000	145	–	–	36	109
HANSSEM CO LTD KRW1000	76	–	–	19	57
HANWHA TECHWIN CO LTD	300	–	–	75	225
HYOSUNG CORPORATION KRW5000	184	–	–	46	138
HYUNDAI DEVELOPMENT COMPANY KRW5000	516	–	–	129	387
HYUNDAI GLOVIS CO LTD	148	–	–	37	111
HYUNDAI MIPO DOCKYARD KRW5000	80	16	–	24	72
HYUNDAI ROTEM CO L KRW5000	372	–	–	93	279
KYUNGBANG LTD KRW5000	8	–	–	2	6
LOCK&LOCK CO LTD KRW500	132	–	–	33	99

HORIZONS EXCHANGE TRADED FUNDS SERIES

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

For the period from 1 April 2016 to 30 September 2016

KOSPI 200 ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2016	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2016
Consumer Staples (continued)					
LOTTE CHILSUNG BEVERAGE CO SHS	4	–	–	1	3
LS CORP KRW5000	144	–	–	36	108
ORION CORP KRW5000	28	–	–	7	21
SAMSUNG HEAVY INDUSTRIES KRW5000	1,200	–	–	300	900
SAMSUNG SECURITIES CO LTD KRW5000	464	–	–	116	348
UNID CO LTD KRW5000	32	–	–	8	24
Energy					
AMOREPACIFIC GROUP	224	–	–	56	168
HALLA HOLDINGS CORP	49	–	–	12	37
KOREA GAS CORPORATION KRW5000	300	–	–	75	225
MOTONIC CORP KRW500	68	–	–	68	–
SAMSUNG FIRE & MARINE INS KRW500	286	–	–	76	210
Financials					
CHEIL WORLDWIDE INC	652	–	–	250	402
DOOSAN INFRACORE CO LTD KRW5000	1,004	–	–	251	753
GS RETAIL CO LTD	216	–	–	54	162
HANWHA CORPORATION KRW5000	364	–	–	91	273
HANWHA LIFE INSURANCE CO LTD KRW5000	3,504	–	–	1,449	2,055
HYUNDAI MOBIS KRW5000	544	–	–	142	402
HYUNDAI WIA CORP KRW5000	116	–	–	29	87
KOREA ELECTRIC TERMINAL CO KRW500	60	–	–	15	45
KT&G CORP KRW5000	852	–	–	213	639
KUMHO TIRE CO INC KRW5000	956	156	–	278	834
LG CHEM LTD KRW5000	360	–	–	90	270
MUHAK CO LTD KRW200	116	–	(1)	29	86
NAVER CORP	212	–	–	56	156
NCSOFT CORPORATION KRW500	144	–	–	42	102
NEXEN TIRE CORPORATION KRW500	312	–	–	78	234
SAMSUNG SDS CO LTD 018260	242	–	–	61	181
SEBANG GLOBAL BATTERY CO LTD	68	–	–	17	51
SK HOLDINGS CO LTD	260	23	–	76	207
WOORI BANK 000030	2,508	–	–	693	1,815
YOUNGONE CORP KRW 500	176	–	–	44	132
Health Care					
BORYUNG PHARMACEUTICAL CO KRW 5000	–	32	–	8	24
BNK FINANCIAL GROUP INC	1,676	685	–	590	1,771
HYUNDAI LIVART CO LTD	84	–	–	21	63
HANALL BIOPHARMA CO LTD KRW500	–	264	–	66	198
HANMI HOLDINGS CO LTD KRW500	–	140	–	35	105
JEIL PHARMACEUTICAL CO KRW500	–	48	–	12	36
JW PHARMACEUTICAL	–	92	–	23	69
LF CORP	152	–	–	38	114
LOTTE CHEMICAL CORP	124	–	–	34	90
NAMHAE CHEMICAL CORP KRW1000	180	–	–	45	135
OCI COMPANY LTD	124	–	–	31	93
SAMSUNG C&T CORP	677	–	–	170	507
SAMSUNG HEAVY INDUSTRIES-RTS08NOV16	558	–	–	–	558
SHINSEGAE CO LTD KRW5000	60	–	–	15	45
SK CHEMICALS CO LTD	154	–	–	52	102
SK TELECOM KRW500	440	–	–	110	330
S-OIL CORPORATION KRW2500	360	–	–	90	270
Industrials					
AMOREPACIFIC CORP KRW5000	256	–	–	67	189
BASIC HOUSE CO LTD/THE KRW500	92	–	–	92	–
BINGGRAE CO LTD KRW5000	48	–	–	12	36
BYUCKSAN CORPORATION KRW5000	–	376	–	94	282
CJ CORP KRW5000	104	–	–	26	78
CJ KOREA EXPRESS CORP	76	–	–	22	54
CROWN CONFECTIONERY CO LTD KRW5000	4	–	36	10	30
DAEWOO SHIPBUILDING & MARINE KRW5000	840	–	–	–	840

HORIZONS EXCHANGE TRADED FUNDS SERIES

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

For the period from 1 April 2016 to 30 September 2016

KOSPI 200 ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2016	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2016
Industrials (continued)					
DONG AH TIRE & RUBBER CO LTD KRW500	76	–	–	19	57
DONG-A ST SCIENCE& KRW5000	44	–	–	11	33
DONGBU INSURANCE CO LTD SHS	344	48	–	98	294
DONGWON F&B CO LTD KRW5000	8	–	–	2	6
DOOSAN ENGINE CO LTD KRW1000	308	–	–	308	–
GRAND KOREA LEISURE CO LTD KRW500	236	–	–	59	177
HANKOOK TIRE CO KRW500	600	–	–	150	450
HANMI SEMICONDUCTOR CO LTD KRW500	92	–	–	92	–
HANON SYSTEMS	1,500	604	–	526	1,578
HANSAE CO LTD KRW500	128	–	–	32	96
HUVIS CORP HUVIS CORP	112	–	–	112	–
HYUNDAI ELEVATOR CO. KRW5000	105	27	–	33	99
HYUNDAI GREENFOOD CO LTD	432	–	–	108	324
HYUNDAI STEEL CO KRW5000	688	–	–	172	516
ILSHIN SPINNING CO LTD KRW5000	8	–	–	2	6
ILYANG PHARMACEUTICAL CO LTD KRW2500	96	–	–	24	72
KEPCO ENGINEERING & CONSTRUC KRW200	76	–	–	19	57
KEPCO PLANT SERVICE & ENGINE KRW200	180	–	–	45	135
KIA MOTORS CORPORATION KRW5000	2,102	–	–	545	1,557
KOREA INVESTMENT HOLDINGS CO KRW5000	336	–	–	84	252
LG CORP KRW5000	736	–	–	184	552
LG HOUSEHOLD & HEALTH CARE KRW5000	72	–	–	18	54
LG INTERNATIONAL CORP	220	–	–	55	165
LG UPLUS CORP KRW5000	2,292	–	–	573	1,719
LOTTE CONFECTIONERY CO LTD	4	–	36	10	30
LOTTE FINE CHEMICAL CO LTD	136	–	–	34	102
MOORIM P&P CO LTD KRW5000	276	–	–	276	–
NAMYANG DAIRY PRODUCTS CO. KRW5000	4	–	–	1	3
NH INVESTMENT & SECURITIES CO	1,274	–	–	319	955
NONG SHIM CO LTD	28	–	–	7	21
OTTOGI CORPORATION	12	–	–	3	9
POSCO DAEWOO CORP	324	–	–	81	243
SAMSUNG ENGINEERING CO LTD KRW5000	1,137	–	–	390	747
SEAH STEEL CORPORATION KRW5000	20	–	–	5	15
SINDOH CO LTD	44	–	–	11	33
SKC CO LTD KRW5000	160	–	–	40	120
SL CORP	96	–	–	24	72
SUHEUNG CAPSULE CO LTD KRW500	48	–	–	12	36
YUHAN CORPORATION	76	–	–	25	51
Information Technology					
DONGBU HITEK CO LTD KRW5000	–	276	–	69	207
FARMSCO 036580	116	–	–	29	87
FOOSUNG CO LTD KRW500	344	–	–	86	258
GS HOLDINGS KRW5000	412	–	–	103	309
HANDSOME CO LTD KRW500	108	–	–	27	81
HANKOOK TIRE WORLDWIDE CO LTD	188	–	–	47	141
HOTEL SHILLA CO LTD KRW5000	268	–	–	67	201
HYUNDAI HOME SHOPPING NETWORK KRW5000	58	–	–	15	43
KISWIRE LTD KRW1000	43	–	–	11	32
KOREA KOLMAR CO LTD KRW500	128	–	–	32	96
KOREAN AIR LINES CO LTD KRW5000	322	54	–	94	282
LOTTE SHOPPING CO KRW5000	76	–	–	19	57
POSCO KRW5000	576	–	–	144	432
SSANGYONG MOTOR CO KRW5000	332	–	–	83	249
Material					
ABLE C&C KRW500	87	–	(1)	22	64
DAEKYO CO LTD KRW5000	204	–	–	51	153
DAEWOO ENGINEERING & CONSTR KRW5000	1,676	–	–	419	1,257
DAEWOONG PHARMACEUTICAL CO KRW2500	44	–	–	11	33
DONGWON SYSTEMS CORP KRW500	28	–	–	7	21
DOOSAN CORP KRW5000	60	–	–	15	45
HANIL CEMENT CO LTD KRW5000	32	–	–	8	24
HANKOOK SHELL OIL CO LTD KRW5000	4	–	–	1	3

HORIZONS EXCHANGE TRADED FUNDS SERIES

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

For the period from 1 April 2016 to 30 September 2016

KOSPI 200 ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2016	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2016
Material (continued)					
HITE JINRO	256	–	–	64	192
HUCHEMS FINE CHEMICAL CORP KRW1000	200	–	–	50	150
HWA SHIN CO LTD KRW500	128	–	–	128	–
HYUNDAI SECURITIES CO KRW5000	1,154	–	–	289	865
KANGWON LAND INC KRW500	1,080	–	–	270	810
KISCO CORP KRW5000	–	36	–	9	27
KCC CORP	40	–	–	10	30
KOREA AEROSPACE IN KRW5000	552	–	–	147	405
KOREA PETRO CHEMICAL IND	20	8	–	7	21
KUKDO CHEMICAL CO LTD KRW5000	36	–	–	9	27
KWANG DONG PHARMACEUTICAL CO KRW1000	276	–	–	69	207
LG DISPLAY CO LTD	1,804	–	–	451	1,353
LG LIFE SCIENCES LTD KRW5000	96	–	–	24	72
LOTTE SAMKANG CO LTD KRW5000	8	–	–	2	6
MIRAE ASSET DAEWOO CO LTD	1,452	–	–	363	1,089
MIRAE ASSET SECURITIES CO LT KRW5000	562	–	–	141	421
S&T DYNAMICS CO LTD KRW2500	156	–	–	39	117
S&T MOTIV CO LTD	64	–	–	16	48
SAMKWANG GLASS	24	–	–	6	18
SAMLIP GENERAL FOODS CO LTD	16	–	–	4	12
SK HYNIX INC	4,664	–	–	1,220	3,444
SK NETWORKS CO LTD	1,204	–	–	301	903
SSANGYONG CEMENT IND	452	124	–	144	432
TONG YANG MAJOR CORP ORD	–	1,668	–	417	1,251
YOUNG POONG CORPORATION KRW5000	4	–	–	1	3
YUNGJIN PHARM KRW500	716	–	–	179	537
Telecommunication Services					
KOREA ZINC CO LTD	68	–	–	17	51
KT CORP KRW5000	1,724	–	–	431	1,293
SAMSUNG SDI CO LTD KRW5000	400	–	–	100	300
Utilities					
INDUSTRIAL BANK OF KOREA KRW5000	2,224	–	–	556	1,668
KOLON INDUSTRIES INC KRW5000	132	–	–	33	99

HORIZONS EXCHANGE TRADED FUNDS SERIES

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

For the period from 1 April 2016 to 30 September 2016

S&P Emerging Asia Consumer ETF

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2016	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2016
Consumer Discretionary					
ANTA SPORTS PRODUCTS LTD HKD0.10	28,268	–	–	1,000	27,268
ASTRA INTERNATIONAL TBK PT	593,758	–	–	47,900	545,858
ASTRO MALAYSIA HLD MYR0.10	91,785	–	–	7,600	84,185
BAJAJ AUTO LIMITED INR10	–	3,661	–	–	3,661
BELLE INTERNATIONAL HOLDINGS HKD0.01	158,824	–	–	158,824	–
BRILLIANCE CHINA AUTOMOTIVE USD0.01	86,193	–	–	4,000	82,193
BYD CO LTD-H 'H' CNY1	–	19,000	–	–	19,000
CHONGQING CHANGAN AUTOMOBIL-B 'B' CNY1	24,930	–	–	1,800	23,130
DONGFENG MOTOR GRP CO LTD-H 'H' CNY1	83,969	–	–	6,000	77,969
ECLAT TEXTILE COMPANY LTD TWD10	5,772	–	–	–	5,772
FENG TAY ENTERPRISE CO LTD TWD10	9,505	–	1,140	–	10,645
GIANT MANUFACTURING SHS	8,528	–	–	–	8,528
GOME ELECTRICAL APPLIANCES HKD0.025	343,740	–	–	343,740	–
GREAT WALL MOTOR COMPANY-H 'H' CNY1	90,829	–	–	4,000	86,829
GUANGZHOU AUTOMOBILE GROUP-H 'H' CNY1	65,262	–	–	6,000	59,262
HAIER ELECTRONICS GROUP CO HKD0.1 (POST CONS)	36,031	–	–	3,000	33,031
HERO MOTOCORP LTD	2,861	407	–	–	3,268
HOTAI MOTOR COMPANY LTD TWD10	9,541	–	–	596	8,945
IMPERIAL PACIFIC INTERNATIONAL 1076	1,440,000	–	–	1,440,000	–
MARUTI SUZUKI INDIA LTD INR5	3,541	20	–	–	3,561
MATAHARI DEPARTMENT STORE TB	63,300	–	–	5,100	58,200
SHENZHOU INTERNATIONAL GROUP HKD0.10	16,528	–	–	1,000	15,528
TATA MOTORS LTD. INR 2	29,650	21,154	–	–	50,804
Consumer Staples					
BRITISH AMERICAN TOBACCO BHD ORD MYR0.50	3,838	–	–	1,100	2,738
CHAROEN POKPHAND FOODS-NVDR THB1(NVDR)	99,450	3,900	–	–	103,350
CHINA MENGNIU DAIRY CO HKD0.1	87,101	–	–	87,101	–
CP ALL PCL	141,400	–	–	21,600	119,800
DABUR INDIA LTD	16,914	–	–	3,967	12,947
GODREJ CONSUMER PRODUCTS LTD INR1	3,818	–	–	1,030	2,788
GUDANG GARAM TBK PT IDR500	14,810	–	–	4,400	10,410
HENGAN INTL GROUP CO LTD HKD0.10	24,643	–	–	7,000	17,643
HINDUSTAN UNILEVER LIMITED INR1	22,850	–	–	6,331	16,519
INDOFOOD CBP SUKSES MAKMUR T IDR100	37,400	–	26,172	11,228	52,344
INDOFOOD SUKSES MAKMUR TBK P	140,800	–	–	42,273	98,527
IOI CORPORATION BHD MYR0.10	–	63,800	–	–	63,800
ITC LTD INR1	61,739	27,590	30,870	1	120,198
PRESIDENT CHAIN STORE CORP	17,965	–	–	5,308	12,657
QINQIN FOODSTUFFS GROUP CAYM	–	–	4,928	4,928	–
STANDARD FOODS CORP TWD10	12,000	–	880	4,000	8,880
SUN ART RETAIL GRO HKD0.30	70,325	–	–	21,500	48,825
THAI BEVERAGE PCL THB1	273,894	–	–	78,500	195,394
THAI UNION GROUP PLC	69,000	–	–	69,000	–
TSINGTAO BREWERY CO LTD-H 'H' CNY1	10,720	–	–	4,000	6,720
UNILEVER INDONESIA TBK PT	36,683	–	–	11,000	25,683
UNI-PRESIDENT ENTERPRISES CO TWD10	–	111,000	–	–	111,000
WH GROUP LTD 288	–	156,000	–	–	156,000

HORIZONS EXCHANGE TRADED FUNDS SERIES

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

For the period from 1 April 2016 to 30 September 2016

S&P Global Consumer Brands ETF

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2016	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2016
Consumer Discretionary					
ADIDAS AG NPV (REGD)	3,726	447	–	1,149	3,024
AMAZON.COM INC USD0.01	727	88	–	168	647
BAYERISCHE MOTOREN WERKE AG EUR1	4,712	986	–	–	5,698
CARNIVAL CORP COM USD0.01(PAIRE STOCK)	8,639	2,447	–	–	11,086
CHRISTIAN DIOR EUR2	2,225	267	–	2,492	–
CIE FINANCIERE RICHEMON-REG CHF1.00 (REG) SER 'A'	6,126	1,989	–	–	8,115
COMPASS GROUP PLC	23,660	3,004	–	811	25,853
CONTINENTAL AG NPV	1,938	347	–	–	2,285
DAIMLER AG-REGISTERED SHARES ORD NPV(REGD)	5,692	1,218	–	–	6,910
DENSO CORP NPV	10,385	1,279	–	11,664	–
FAST RETAILING CO LTD NPV	1,400	146	–	159	1,387
FUJI HEAVY INDUSTRIES LTD NPV	11,600	1,381	–	600	12,381
HENNES & MAURITZ AB-B SHS SER'B'NPV	11,912	3,903	–	–	15,815
HERMES INTERNATIONAL NPV	1,135	137	–	127	1,145
HONDA MOTOR CO LTD NPV	14,928	1,773	–	16,701	–
INDITEX ITX	12,525	1,490	–	413	13,602
KERING EUR4	2,231	269	–	–	2,500
LUXOTTICA GROUP SPA EUR0.06	7,329	2,865	–	–	10,194
MAGNA INTERNATIONAL INC-CL A CLASS'A'SUB-VTG COM NPV	–	12,300	–	–	12,300
MCDONALD'S CORP COM USD0.01	3,405	888	–	–	4,293
MICHELIN (CGDE)	4,294	513	–	285	4,522
NIKE INC -CL B CLASS'B'COM NPV	6,889	2,001	–	–	8,890
NISSAN MOTOR CO LTD	42,860	5,196	–	–	48,056
PANASONIC CORP NPV	–	48,100	–	–	48,100
PRICELINE.COM INC COM STK USD0.008	312	38	–	2	348
PUBLICIS GROUPE EUR0.40	–	6,470	–	–	6,470
RENAULT SA EUR3.81	4,499	1,442	–	–	5,941
SODEXO EUR4	–	4,249	–	–	4,249
SONY CORP NPV	17,100	2,015	–	4,200	14,915
SUZUKI MOTOR CORP NPV	–	14,400	–	–	14,400
TOYOTA MOTOR CORP NPV	7,648	913	–	397	8,164
VIVENDI EUR5.50	19,468	2,324	–	21,792	–
VOLKSWAGEN AG-PREF NON VTG PRF NPV	3,269	389	–	3,658	–
WPP PLC ORD GBP0.10	18,384	2,503	–	–	20,887
YUM! BRANDS INC COM NPV	5,322	635	–	301	5,656

HORIZONS EXCHANGE TRADED FUNDS SERIES

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

For the period from 1 April 2016 to 30 September 2016

MSCI China ETF

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2016	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2016
Consumer Discretionary					
ALIBABA PICTURES GROUP LTD 1060	731,996	92,914	–	218,960	605,950
ANTA SPORTS PRODUCTS LTD HKD0.10	73,109	14,176	–	33,875	53,410
BELLE INTERNATIONAL HOLDINGS HKD0.01	340,982	99,812	–	101,990	338,804
BRILLIANCE CHINA AUTOMOTIVE USD0.01	220,100	37,918	–	97,835	160,183
BYD CO LTD-H 'H'CN Y1	47,272	5,115	–	18,140	34,247
CTRIP.COM INTERNATIONAL-ADR ADS EA REP 0.25 ORD USD0.01	9,650	11,795	–	2,870	18,575
DONGFENG MOTOR GRP CO LTD-H 'H'CN Y1	198,546	21,526	–	75,395	144,677
GEE LY AUTOMOBILE HOLDINGS LT HKD0.02	388,926	68,454	–	176,340	281,040
GOME ELECTRICAL APPLIANCES HKD0.025	857,994	89,466	–	293,655	653,805
GREAT WALL MOTOR COMPANY-H 'H'CN Y1	228,343	40,938	–	105,320	163,961
GUANGZHOU AUTOMOBILE GROUP-H 'H' CNY1	161,328	35,067	–	84,265	112,130
HAIER ELECTRONICS GROUP CO HKD0.1 (POST CONS)	91,567	16,061	–	41,405	66,223
JD.COM INC-ADR JD.COM INC-ADR	12,608	28,462	–	4,234	36,836
NEW ORIENTAL EDUCATIO-SP ADR SPONS ADR EA REP 4 ORD SHS	4,808	3,775	–	1,435	7,148
QUNAR CAYMAN ISLANDS LTD-ADR SPONS ADR REPR B ORD SHS	2,101	414	–	630	1,885
SHENZHOU INTERNATIONAL GROUP HKD0.10	40,636	7,043	–	18,145	29,534
TAL EDUCATION GROUP- ADR ADS EA REPR 2 CL A ORD SHS	1,518	1,236	–	455	2,299
VIPSHOP HOLDINGS LTD - ADS SPON ADR EA REPR 2 ORD SHS	14,387	11,516	–	4,305	21,598
Consumer Staples					
CHINA HUISHAN DAIR HKD0.1	297,295	29,224	–	112,935	213,584
CHINA MENGNIU DAIRY CO HKD0.1	202,233	35,942	–	92,480	145,695
CHINA RESOURCES BEER (HOLDINGS) CO LTD	89,131	30,957	21,806	54,670	87,224
HENGAN INTL GROUP CO LTD HKD0.10	53,882	10,765	–	25,635	39,012
QINQIN FOODSTUFFS GROUP CAYM	–	–	7,702	7,702	–
SUN ART RETAIL GRO HKD0.30	171,960	17,277	–	62,950	126,287
TINGYI (CAYMAN ISLN) HLDG CO USD 0.005	144,854	14,196	–	55,330	103,720
TSINGTAO BREWERY CO LTD-H 'H'CN Y1	26,584	4,639	–	11,945	19,278
WANT WANT CHINA HOLDINGS LTD USD0.02	422,155	75,522	–	194,280	303,397
Energy					
CHINA COAL ENERGY CO - H 'H'CN Y1	190,992	54,885	–	137,120	108,757
CHINA OILFIELD SERVICES-H 'H'CN Y1	130,542	13,234	–	47,060	96,716
CHINA PETROLEUM & CHEMICAL CORP 386	1,877,437	240,730	–	750,225	1,367,942
CHINA SHENHUA ENERGY CO - H 'H'CN Y1.00	247,588	47,583	–	113,060	182,111
CNOOC LTD HKD0.02	1,311,360	172,272	–	526,985	956,647
KUNLUN ENERGY COMPANY LTD HKD0.01	238,418	43,322	–	111,330	170,410
PETROCHINA CO LTD-H 'H'CN Y1	1,552,610	198,633	–	619,840	1,131,403
YANZHOU COAL MINING CO-H 'H'CN Y1	133,639	21,585	–	55,970	99,254

HORIZONS EXCHANGE TRADED FUNDS SERIES

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

For the period from 1 April 2016 to 30 September 2016

MSCI China ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2016	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2016
Financials					
AGRICULTURAL BANK OF CHINA-H 'H'CN Y1	1,697,121	277,944	–	657,675	1,317,390
BANK OF CHINA LTD-H 'H'HKD1	5,847,125	752,133	–	2,342,370	4,256,888
BANK OF COMMUNICATIONS CO-H 'H'CN Y1.00	643,920	75,297	–	250,640	468,577
CHINA CINDA ASSET MANAGEME-H	643,850	115,297	–	296,605	462,542
CHINA CITIC BANK CORP LTD-H	601,965	70,662	–	194,075	478,552
CHINA CONSTRUCTION BANK-H 'H'CN Y1	6,193,523	795,744	–	2,479,915	4,509,352
CHINA EVERBRIGHT BANK CO L-H 'H'CN Y1	246,542	22,321	–	105,745	163,118
CHINA EVERBRIGHT LIMITED HKD1	67,267	10,838	–	28,125	49,980
CHINA GALAXY SECURITIES CO-H	240,654	21,346	–	105,995	156,005
CHINA LIFE INSURANCE CO-H 'H'CN Y1	548,020	118,794	–	267,725	399,089
CHINA MERCHANTS BANK - H 'H'CN Y1	337,898	33,275	–	162,080	209,093
CHINA MERCHANTS PORT HOLDINGS	85,198	11,112	–	27,480	68,830
CHINA MINSHENG BANKING-H 'H'CN Y1	433,674	85,640	–	203,745	315,569
CHINA PACIFIC INSURANCE GR-H 'H'CN Y1	194,088	38,097	–	90,865	141,320
CHINA TAIPING INSURANCE HOLDIN	118,940	11,726	–	44,995	85,671
CHINA VANKE CO LTD-H	97,494	9,516	–	37,455	69,555
CHONGQING RURAL COMMERCIAL-H CNY1 H SHARE	182,446	18,213	–	67,565	133,094
CITIC SECURITIES CNY1 'H'	159,272	17,139	–	60,635	115,776
DALIAN WANDA COMMERCIAL PR-H 3699	43,226	4,651	–	47,877	–
EVERGRANDE REAL ESTATE GROUP USD0.01	313,186	29,718	(217,209)	125,695	–
FAR EAST HORIZON L HKD0.01 REG S	129,128	14,352	–	38,640	104,840
GF SECURITIES CO LTD-H 1776	100,272	18,041	–	46,395	71,918
HAITONG SECURITIES 'H'CN Y1	238,332	24,230	–	98,095	164,467
HUATAI SECURITIES CO LTD-H 6886	107,635	10,569	–	41,000	77,204
IND & COMM BK OF CHINA-H 'H'CN Y1	5,429,786	1,180,118	–	2,656,740	3,953,164
NEW CHINA LIFE INSURANCE C-H	56,528	9,816	–	25,305	41,039
PEOPLE'S INSURANCE 'H'CN Y1	472,136	62,557	–	165,225	369,468
PICC PROPERTY & CASUALTY -H 'H'CN Y1	288,512	103,319	–	146,310	245,521
PING AN INSURANCE GROUP CO-H 'H'CN Y1	383,736	82,752	–	187,130	279,358
SINO-OCEAN GROUP HOLDING LTD	246,408	21,749	–	109,210	158,947
YUEXIU PROPERTY CO LTD ORD HKD0.10	489,388	342,983	–	832,371	–
Health Care					
3SBIO INC 1530	–	53,293	–	–	53,293
ALIBABA HEALTH INFORMATION T 241	178,158	47,595	–	53,305	172,448
CHINA MEDICAL SYSTEM HOLDING USD0.005(POST BOARD LOT)	83,614	8,970	–	27,025	65,559
CSPC PHARMACEUTICAL GROUP LTD	301,368	51,991	–	134,160	219,199
LUYE PHARMA GROUP LTD 2186	98,394	18,081	–	46,435	70,040
SHANDONG WEIGAO GP MEDICAL-H 'H'CN Y0.1	134,361	13,663	–	48,180	99,844
SHANGHAI FOSUN PHARMACEUTI-A CNY1 'H'	29,119	4,912	–	12,715	21,316
SHANGHAI PHARMACEU 'H'CN Y1	49,986	8,579	–	22,145	36,420
SINO BIOPHARMACEUTICAL HKD0.025 (POST CONS)	329,540	60,175	–	154,595	235,120
SINOPHARM GROUP CO-H 'H'CN Y1	87,914	16,632	–	40,685	63,861

HORIZONS EXCHANGE TRADED FUNDS SERIES

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

For the period from 1 April 2016 to 30 September 2016

MSCI China ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2016	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2016
Industrials					
AIR CHINA LIMITED-H 'H' CNY1	132,902	13,182	–	49,760	96,324
AVICHINA INDUSTRY & TECH-H 'H' CNY1	152,382	15,353	–	55,570	112,165.00
BEIJING CAPITAL INTL AIRPO-H 'H' CNY1	107,055	10,946	–	38,025	79,976.00
BEIJING ENTERPRISES HLDGS HKD0.10	37,191	3,731	–	13,630	27,292.00
CAR INC 699	60,270	–	–	60,270	–
CHINA COMMUNICATIONS CONST-H 'H' CNY1	325,446	61,032	–	149,370	237,108
CHINA CONCH VENTURE HOLDINGS HKD0.01	97,882	9,763	–	36,295	71,350
CHINA COSCO HOLDINGS-H 'H' CNY1.00	189,995	34,155	–	87,840	136,310
CHINA EVERBRIGHT INTL LTD HKD0.10	181,773	32,823	–	84,390	130,206
CHINA INTL MARINE 'H' CNY1	36,162	25,347	–	61,509	–
CHINA RAILWAY CONSTRUCTIO-H 'H' CNY1	141,816	23,748	–	61,420	104,144
CHINA RAILWAY GROUP LTD-H 'H' CNY1	293,905	29,016	–	110,920	212,001
CHINA SHIPPING CONTAINER-H 'H' CNY1	276,343	49,222	–	126,670	198,895
CHINA SOUTHERN AIRLINES CO-H 'H' CNY1	135,332	25,130	–	64,495	95,967
CHINA STATE CONSTRUCTION INT HKD0.025	134,727	13,065	–	52,320	95,472
CITIC LTD 267	321,341	62,577	–	150,145	233,773
COSCO PACIFIC LTD HKD0.10	130573	29,661	–	75,060	85,174
CRRC CORP LTD - H	321,345	68,991	–	168,145	222,191
FOSUN INTERNATIONAL HKD0.10	157,218	34,733	–	55,040	136,911
HAITIAN INTERNATIONAL HLDGS HKD0.10	47,022	8,589	–	22,070	33,541
JIANGSU EXPRESS CO LTD-H 'H' CNY1	90,611	16,801	–	43,090	64,322
SHANGHAI ELECTRIC GRP CO L-H 'H' CNY1	207,709	36,540	–	94,125	150,124
SHANGHAI INDUSTRIAL HLDG LTD HKD0.10	35,945	3,523	–	13,745	25,723
SINOPEC ENGINEERING GROUP-H	89,234	14,957	–	38,705	65,486
SINOTRANS LIMITED-H 'H' SHARES CNY1	130,489	18,820	–	41,025	108,284
WEICHAI POWER CO LTD-H 'H' CNY1	68,368	10,968	–	28,440	50,896
ZHEJIANG EXPRESSWAY CO-H 'H' CNY1	105,514	10,452	–	39,570	76,396
ZHUZHOU CRRC TIMES ELECTRIC CO LTD	38,285	4,439	–	13,445	29,279
Information Technology					
58.COM INC-ADR	2,668	2,262	–	805	4,125
AAC TECHNOLOGIES HOLDINGS IN USD0.01(B/L 500)	54,017	5,869	–	20,170	39,716
ALIBABA GROUP HOLDING-SP ADR	36,424	34,775	–	11,025	60,174
BAIDU INC - SPON ADR SPONS ADS REPR 0.10 ORD CLS'A'US0.00005	9,956	7,773	–	3,189	14,540
FANG HOLDINGS LIMITED	–	–	14,972	–	14,972
GCL POLY ENERGY HOLDINGS LTD	957,258	94,159	–	363,370	688,047
HANERGY THIN FILM POWER GROU 566	583,345	–	–	–	583,345
KINGSOFT CORP LTD USD0.0005	63,424	5,616	–	27,970	41,070
LENOVO GROUP LTD HKD0.025	530,844	56,325	–	200,795	386,374
NETEASE INC-ADR ADR EACH REPR 25 COM STK USD0.0001	2,902	2,255	–	930	4,227
QIHOO 360 TECHNOLOGY CO-ADR SEMICONDUCTOR MANUFACTURING USD0.0004	3,437	2,392	(4,814)	1,015	–
SOUFUN HOLDINGS LTD-ADR	2,012,134	198,042	–	762,930	1,447,246
TENCENT HOLDINGS LTD	9,009	8,658	(14,972)	2,695	–
TENCENT HOLDINGS LTD	380,523	53,293	–	131,390	302,426
TRAVELSKY TECHNOLOGY LTD-H 'H' CNY1	69,728	6,799	–	26,860	49,667
YOUKU TUDOU INC SPON ADR EA REPR 18 CL A	4,323	–	(4,323)	–	–
YY INC-ADR ADS EA REPR 20 ORD CL'A'	1,056	797	–	315	1,538
ZTE CORP-H 'H' CNY1	58,417	5,473	–	23,865	40,025

HORIZONS EXCHANGE TRADED FUNDS SERIES

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

For the period from 1 April 2016 to 30 September 2016

MSCI China ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2016	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2016
Materials					
ALUMINUM CORP OF CHINA LTD-H 'H'CN'Y1	287,677	50,470	–	130,065	208,082
ANHUI CONCH CEMENT CO LTD-H 'H'CN'Y1	89,480	9,905	–	33,275	66,110
CHINA NATIONAL BUILDING MA-H 'H'CN'Y1	208,004	20,891	–	76,230	152,665
JIANGXI COPPER COMPANY LTD-H 'H'CN'Y1	95,724	9,048	–	38,630	66,142
NINE DRAGONS PAPER HOLDINGS HKD0.1	118,257	19,869	–	51,385	86,741
SINOPEC SHANGHAI PETROCHEM-H 'H'CN'Y1	251,152	25,363	–	91,145	185,370
ZIJIN MINING GROUP CO LTD-H 'H'CN'Y0.1	420,728	41,678	–	157,860	304,546
Telecommunication Services					
CHINA COMMUNICATIONS SERVI-H 'H'CN'Y1	170,190	17,329	–	60,925	126,594
CHINA MOBILE LTD HKD0.10	452,162	58,376	–	181,560	328,978
CHINA TELECOM CORP LTD 'H'CN'Y1	1,021,813	118,542	–	397,655	742,700
CHINA UNICOM HONG KONG LTD HKD0.10	440,125	51,199	–	169,670	321,654
Utilities					
BEIJING ENTERPRISES WATER GR HKD0.1(POST CON)	321,472	31,590	–	122,180	230,882
CGN POWER CO LTD-H 1816	657,557	99,713	–	196,700	560,570
CHINA GAS HOLDINGS LTD HKD0.01	127,958	12,636	–	48,290	92,304
CHINA LONGYUAN POWER GROUP-H	233,602	22,945	–	88,895	167,652
CHINA POWER INTERNATIONAL HKD1	243,444	43,037	–	110,835	175,646
CHINA RESOURCES GAS GROUP LT HKD0.10	64,088	10,487	–	27,180	47,395
CHINA RESOURCES POWER HOLDIN HKD1	141,393	15,806	–	54,280	102,919
DATANG INTL POWER GEN CO-H 'H'CN'Y1	203,266	–	–	203,266	–
ENN ENERGY HOLDINGS LTD	56,647	13,343	–	28,940	41,050
GUANGDONG INVESTMENT LTD HKD0.50	206,661	22,423	–	77,810	151,274
HUADIAN POWER INTL CORP-H 'H'CN'Y1	118,797	19,934	–	51,525	87,206
HUANENG POWER INTL INC-H 'H'CN'Y1	311,615	30,498	–	119,205	222,908
HUANENG RENEWABLES CORP-H CNY1 H	285,122	28,821	–	103,295	210,648
Real Estate					
CHINA EVERGRANDE GROUP	–	–	217,209	–	217,209
CHINA JINMAO HOLDINGS GROUP LTD	270,050	27,157	–	98,780	198,427
CHINA OVERSEAS LAND & INVEST HKD0.10	290,087	34,652	–	113,360	211,379
CHINA RESOURCES LAND LTD HKD0.10	204,926	41,916	–	97,320	149,522
COUNTRY GARDEN HOLDINGS CO HKD0.10	415,700	76,482	–	196,355	295,827
GUANGZHOU R&F PROPERTIES - H 'H'CN'Y0.25(POST SUBD)	73,268	14,207	–	36,310	51,165
LONGFOR PROPERTIES HKD0.10	104,592	10,595	–	37,790	77,397
SHIMAO PROPERTY HOLDINGS LTD HKD0.10	101,052	8,775	–	45,740	64,087
SHUI ON LAND LTD USD0.0025	256,456	41,117	–	106,720	190,853
SOHO CHINA LTD HKD0.02	153,634	15,093	–	58,455	110,272
SUNAC CHINA HOLDINGS LTD HKD0.10 'REG S'	135,460	23,468	–	60,530	98,398

HORIZONS EXCHANGE TRADED FUNDS SERIES

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

For the period from 1 April 2016 to 30 September 2016

Hang Seng High Dividend Yield ETF

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2016	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2016
Consumer Discretionary					
BOSIDENG INTL HLDGS LTD USD0.00001	3,331,779	–	–	3,331,779	–
CHINA JINMAO HOLDINGS GROUP LTD	1,978,277	44,468	–	866,574	1,156,171
CHINA PETROLEUM & CHEMICAL CORP 386	743,501	16,050	–	342,275	417,276
CHINA POWER INTERNATIONAL HKD1	726,994	1,495,558	–	388,069	1,834,483
INTIME RETAIL GROUP CO LTD	229,551	–	–	229,551	–
LIFESTYLE INTL HLDGS LTD HKD0.005	504,869	–	–	504,869	–
PACIFIC TEXTILES HOLDINGS HKD0.001	1,040,286	25,682	–	398,251	667,717
PCCW LTD HKD0.25	1,320,499	72,438	–	657,562	735,375
SINOPEC ENGINEERING GROUP-H	–	681,640	–	119,020	562,620
SOHO CHINA LTD HKD0.02	1,754,142	–	–	1,754,142	–
TELEVISION BROADCASTS LTD	189,261	162,260	–	61,380	290,141
Energy					
CHEUNG KONG INFRASTRUCTURE HKD1	73,320	1,060	–	46,830	27,550
CNOOC LTD HKD0.02	527,499	14,902	–	154,961	387,440
PETROCHINA CO LTD-H 'H'CNV1	542,357	–	–	542,357	–
Financials					
AGRICULTURAL BANK OF CHINA-H 'H'CNV1	1,744,206	305,056	–	357,808	1,691,454
BANK OF CHINA LTD-H 'H'HKD1	1,185,354	574,880	–	307,340	1,452,894
BANK OF EAST ASIA HKD2.50	140,784	3,779	–	66,535	78,028
BELLE INTERNATIONAL HOLDINGS HKD0.01	–	2,052,148	–	358,314	1,693,834
BOC HONG KONG HOLDINGS LTD HKD5	166,914	29,744	–	34,342	162,316
CHAMPION REIT	1,583,462	33,130	–	755,215	861,377
CHINA CONSTRUCTION BANK-H 'H'CNV1	846,532	240,510	–	189,805	897,237
CHINA EVERBRIGHT BANK CO L-H 'H'CNV1	–	1,801,180	–	314,490	1,486,690
CHINA MERCHANTS BANK - H 'H'CNV1	185,052	87,658	–	47,619	225,091
CHINA MINSHENG BANKING-H 'H'CNV1	273,203	171,622	–	77,671	367,154
CHINA RESOURCES POWER HOLDIN HKD1	–	563,902	–	98,461	465,441
CHONGQING RURAL COMMERCIAL-H CNY1 H SHARE	875,431	392,244	–	221,342	1,046,333
COUNTRY GARDEN HOLDINGS CO HKD0.10	2,125,071	44,560	–	1,011,080	1,158,551
EVERGRANDE REAL ESTATE GROUP USD0.01	3,026,849	–	–	3,026,849	–
FORTUNE REIT NPV	1,059,249	–	–	1,059,249	–
HANG SENG BANK HKD5	35,528	6,536	–	7,348	34,716
HUANENG POWER INTL INC-H 'H'CNV1	553,852	1,166,618	–	300,399	1,420,071
HUTCHISON TELECOMMUNICATIONS HKD0.25	1,856,277	104,238	–	342,309	1,618,206
IND & COMM BK OF CHINA-H 'H'CNV1	946,283	432,780	–	240,790	1,138,273
KWG PROPERTY HOLDING LTD HKD0.10	–	1,543,043	–	381,948	1,161,095
LINK REIT NPV	128,982	2,278	–	72,029	59,231
LUK FOOK HOLDINGS INTL LTD HKD0.10	321,425	10,374	–	62,057	269,742
SA SA INTERNATIONAL HLDGS HKD0.10	2,415,775	164,726	–	784,809	1,795,692
SANDS CHINA LTD USD0.01	–	221,016	–	38,588	182,428
SHIMAO PROPERTY HOLDINGS LTD HKD0.10	–	713,140	–	124,520	588,620
SINO LAND CO HKD1	417,071	10,134	–	163,737	263,468
SWIRE PACIFIC LTD 'A' 'A'HKD0.60	55,217	1,580	–	15,690	41,107
YINGDE GASES GROUP COMPANY USD0.000001	1,012,248	2,361,090	–	588,995	2,784,343
YUEXIU PROPERTY CO LTD ORD HKD0.10	2,840,105	1,743,512	–	800,316	3,783,301
YUEXIU REAL ESTATE INVESTMENT TRUST	–	1,671,050	–	291,775	1,379,275

HORIZONS EXCHANGE TRADED FUNDS SERIES

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

For the period from 1 April 2016 to 30 September 2016

Hang Seng High Dividend Yield ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2016	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2016
Industrials					
NEW WORLD DEVELOPMENT HKD1	616,108	117,093	–	128,018	605,183
SMARTONE TELECOMMUNICATIONS HKD0.10	351,960	10,606	–	86,833	275,733
Information Technology					
CHINA COMMUNICATIONS SERVI-H 'H'CN¥1	898,498	25,722	–	255,471	668,749
KINGBOARD LAMINATES HOLDING HKD0.10	1,523,322	–	–	1,523,322	–
VTECH HOLDINGS LTD USD0.05	93,391	2,358	–	34,469	61,280
Materials					
LI & FUNG LTD HKD0.0125	1,630,498	51,426	–	344,843	1,337,081
SHENZHEN INVESTMENT LTD HKD0.05	1,244,634	–	–	1,244,634	–
TCC INTL HLDGS LTD HKD0.10	3,734,068	–	–	3,734,068	–
Telecommunication Services					
CHINA MOBILE LTD HKD0.10	37,066	872	–	15,296	22,642
YUE YUEN INDUSTRIAL HLDG HKD0.25	246,468	3,704	–	153,872	96,300
Utilities					
BANK OF COMMUNICATIONS CO-H 'H'CN¥1.00	821,822	340,912	–	203,016	959,718
CLP HOLDINGS LTD HKD5	88,178	1,334	–	54,837	34,675
DATANG INTL POWER GEN CO-H 'H'CN¥1	–	4,153,868	–	725,274	3,428,594
HSBC HOLDINGS PLC ORD USD0.50(UK REG)	111,563	29,438	–	24,618	116,383
POWER ASSETS HOLDINGS LTD HKD1	74,998	1,278	–	43,029	33,247
XINYI GLASS HOLDING CO LTD HKD0.1	–	892,328	–	155,804	736,524

HORIZONS EXCHANGE TRADED FUNDS SERIES

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

For the period from 1 April 2016 to 30 September 2016

CSI 300 ETF

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2016	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2016
Consumer Discretionary					
ALPHA GROUP	5,823	–	–	200	5,623
BEIJING ENLIGHT MEDIA CO L-A 'A'CNY1	5,689	–	5,689	500	10,878
BEIJING GEHUA CATV NETWORK-A 'A'CNY1	–	8,800	–	400	8,400
BYD CO LTD -A 'A'CNY1	8,172	–	–	300	7,872
CHENGDU XINGRONG INVESTMEN-A 'A'CNY1	25,200	–	–	25,200	–
CHINA INTERNATIONAL TRAVEL-A 'A'CNY1	5,009	1,200	–	200	6,009
CHINA MINMETALS RARE EARTH-A 'A'CNY1	8,302	–	–	8,302	–
CHINA SOUTH PUBLISHING -A 'A'CNY1	9,948	–	–	400	9,548
CHINESE UNIVERSE PUBLISHIN-A 600373	6,300	–	–	300	6,000
CHONGQING CHANGAN AUTOMOB-A 'A'CNY1	30,665	–	–	1,400	29,265
CITIC GUOAN INFORMATION-A 'A'CNY1	–	14,000	21,000	1,600	33,400
FAW CAR COMPANY LIMITED-A 'A'CNY1	11,168	–	–	500	10,668
FUYAO GROUP GLASS INDUSTR-A 'A'CNY1	19,043	–	–	900	18,143
GREAT WALL MOTOR CO LTD-A 'A'CNY1	17,529	–	–	800	16,729
GREE ELECTRIC APPLIANCES I-A 'A'CNY1	61,389	–	–	3,000	58,389
HEILAN HOME CO LTD -A 600398	18,518	–	–	800	17,718
HISENSE ELECTRIC CO LTD-A	11,168	–	–	500	10,668
HUAWEN MEDIA INVESTMENT -A 'A'CNY1	20,905	5,100	–	1,200	24,805
HUAYI BROTHERS MEDIA CORP-A 'A'CNY1	12,431	–	12,421	1,100	23,752
HUAYU AUTOMOTIVE SYSTEMS -A 'A'CNY1	14,219	–	–	600	13,619
HUNAN TV & BROADCAST INT-A 'A'CNY1	13,077	–	–	600	12,477
JIANGSU BROADCASTING CABLE-A 600959	7,800	–	2,340	400	9,740
JIANGSU PHOENIX PUBLISH-A	8,400	–	–	400	8,000
LIAONING CHENG DA CO LTD-A 'A'CNY1	19,759	–	–	4,900	14,859
MIDEA GROUP CO LTD-A CNY1	28,732	–	14,366	4,300	38,798
PANG DA AUTOMOBILE TRADE -A 'A'CNY1	44,100	–	–	2,100	42,000
QINGDAO HAIER CO LTD-A 'A'CNY1	41,000	–	–	1,900	39,100
SAIC MOTOR CORPORATION LTD-A 'A'CNY1	43,050	–	–	2,000	41,050
SHANGHAI ORIENTAL PEARL MEDIA CO LTD	23,943	–	–	7,900	16,043
SHENZHEN OVERSEAS CHINESE-A	49,600	–	–	9,700	39,900
SICHUAN CHANGHONG ELECTRIC-A 'A'CNY1	50,400	–	–	2,400	48,000
SONGCHENG PERFORMANCE DEVELOPMENT CO LTD	7,500	–	–	300	7,200
SUNING APPLIANCE CO LTD-A 'A'CNY1	57,655	–	–	12,500	45,155
TCL CORP-A 'A'CNY1	111,300	–	–	22,600	88,700
WANDA CINEMA LINE CO LTD-A 002739	1,700	4,300	–	200	5,800
WANXIANG QIANCHAO CO LTD-A 'A'CNY1	15,311	–	–	700	14,611
WASU MEDIA HOLDING CO LTD-A 'A'CNY1	1,241	4,200	–	200	5,241
ZHEJIANG HUACE FILM & TV-A	5,441	–	3,264	400	8,305
ZHEJIANG ZHONGDA GROUP CO-A 'A'CNY1	–	11,200	3,360	600	13,960

HORIZONS EXCHANGE TRADED FUNDS SERIES

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

For the period from 1 April 2016 to 30 September 2016

CSI 300 ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2016	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2016
Consumer Staples					
BEIJING DABEINONG TECHNOLO-A 'A'CNY1	17,564	–	8,782	1,200	25,146
BEIJING YANJING BREWERY CO-A 'A'CNY1	19,091	–	–	900	18,191
BY-HEALTH CO LTD-A 'A'CNY1	4,200	–	4,200	400	8,000
COFCO TUNHE CO LTD-A 'A'CNY1	–	13,100	–	600	12,500
FOSHAN HAITIAN FLAVOURING -A 'A'CNY1	4,162	–	–	4,162	–
HENAN SHUANGHUI INVESTMENT-A 'A'CNY1	13,649	–	–	600	13,049
INNER MONGOLIA YILI INDUS-A 'A'CNY1	78,950	–	–	5,400	73,550
JIANGSU YANGHE BREWERY -A 'A'CNY1	7,813	–	–	300	7,513
KWEICHOW MOUTAI CO LTD-A 'A'CNY1	6,586	–	–	500	6,086
LUZHOU LAOJIAO CO LTD-A 'A'CNY1	9,641	–	–	400	9,241
MEIHUA MONOSODIUM GLUTAMAT-A 'A'CNY1	22,085	–	–	1,000	21,085
NEW HOPE LIUHE CO LTD-A 'A'CNY1	13,900	–	13,900	1,300	26,500
SHANGHAI BAIRUN FLAVOR & F-A 002568	–	2,300	–	100	2,200
SHANGHAI FRIENDSHIP GROUP-A 'A'CNY1	10,500	–	–	500	10,000
SHENZHEN AGRICULTURAL PROD-A 'A'CNY1	11,741	–	–	500	11,241
TSINGTAO BREWERY CO LTD-A 'A'CNY1	3,627	–	–	100	3,527
WULIANGYE YIBIN CO LTD-A 'A'CNY1	24,746	–	–	1,100	23,646
XJ ELECTRIC CO LTD-A	8,400	–	–	8,400	–
YONGHUI SUPERSTORES CO LTD-A 'A'CNY1	27,300	–	27,300	2,600	52,000
Energy					
CHINA COAL ENERGY CO 'A'CNY1	25,105	–	–	1,100	24,005
CHINA MERCHANTS ENERGY -A 601872	27,600	–	–	1,300	26,300
CHINA OILFIELD SERVICES-A 'A'CNY1	8,400	–	–	400	8,000
CHINA PETROLEUM & CHEMICAL-A 'A'CNY1	142,514	–	–	15,100	127,414
CHINA SHENHUA ENERGY CO -A 'A'CNY1	27,100	–	–	1,200	25,900
OFFSHORE OIL ENGINEERING-A 'A'CNY1	27,300	–	–	1,300	26,000
PETROCHINA CO LTD-A 'A'CNY1	65,959	–	–	7,000	58,959
SHAANXI COAL INDUSTRY CO L-A	27,300	–	–	1,300	26,000
SINOPEC OILFIELD SERVICE C-A 600871	–	22,900	–	1,000	21,900
WINTIME ENERGY CO LTD-A 'A'CNY1	45,284	–	–	2,100	43,184
XINJIANG GUANGHUI INDUSTRY-A 'A'CNY1	42,573	–	–	2,000	40,573
YANZHOU COAL MINING CO-A 'A'CNY1	5,441	–	–	200	5,241
Financials					
AGRICULTURAL BANK OF CHINA-A 'A'CNY1	497,605	–	–	34,600	463,005
ANXIN TRUST CO LTD-A 600816	–	11,300	–	500	10,800
AVIC CAPITAL CO LTD -A 'A'CNY1	28,064	–	28,064	2,600	53,528
BANK OF BEIJING CO LTD -A 'A'CNY1	131,995	–	25,779	10,400	147,374
BANK OF CHINA LTD-A 'A'CNY1	274,400	–	–	13,000	261,400
BANK OF COMMUNICATIONS-A 'A'CNY1	306,600	42,900	–	16,600	332,900
BANK OF NANJING CO LTD -A 'A'CNY1	25,200	–	20,160	2,100	43,260
BANK OF NINGBO CO LTD -A 'A'CNY1	26,689	–	–	1,200	25,489
BOHAI LEASING CO LTD -A 000415	23,100	–	–	1,100	22,000
CHANGJIANG SECURITIES CO L-A 'A'CNY1	45,245	–	–	5,000	40,245
CHINA CITIC BANK CORP LTD-A 'A'CNY1	44,100	–	–	2,100	42,000
CHINA CONSTRUCTION BANK-A	87,436	10,300	–	4,600	93,136
CHINA EVERBRIGHT BANK CO-A	207,327	–	–	9,800	197,527
CHINA LIFE INSURANCE CO- A 'A'CNY1	21,000	–	–	1,000	20,000
CHINA MERCHANTS BANK-A 'A'CNY1	134,252	2,800	–	9,400	127,652
CHINA MERCHANTS SECURITIES-A 'A'CNY1	37,799	–	–	1,800	35,999
CHINA MINSHENG BANKING-A 'A'CNY1	384,721	6,400	–	98,600	292,521
CHINA PACIFIC INSURANCE GR-A 601601	40,950	–	–	1,900	39,050
CHONGQING WATER GROUP-A 'A'CNY1	8,400	–	–	8,400	–
CITIC SECURITIES CO-A SHARES 'A'CNY1	102,423	–	–	7,000	95,423
DONGXING SECURITIES CO LT-A 601198	6,500	6,200	–	600	12,100
EVERBRIGHT SECURITIE CO -A 'A'CNY1	15,258	–	–	700	14,558
FOUNDER SECURITIES CO LTD-A 'A'CNY1	55,841	–	–	2,600	53,241
GF SECURITIES CO LTD-A 'A'CNY1	38,564	–	–	1,800	36,764
GLODON SOFTWARE CO LTD-A 'A'CNY1	9,641	–	–	9,641	–
GUOSEN SECURITIES CO LTD-A 002736	16,900	14,400	–	1,400	29,900

HORIZONS EXCHANGE TRADED FUNDS SERIES

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

For the period from 1 April 2016 to 30 September 2016

CSI 300 ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2016	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2016
Financials (continued)					
GUOTAI JUNAN SECURITIES CO-A	19,900	–	–	900	19,000
GUOYUAN SECURITIES CO LTD-A 'A'CNY1	14,700	–	–	700	14,000
HAITONG SECURITIES CO LTD-A 'A'CNY1	105,358	–	–	7,300	98,058
HUATAI SECURITIES CO LTD-A 'A'CNY1	42,477	–	–	2,000	40,477
HUAXIA BANK CO LTD-A 'A'CNY1	69,517	–	–	3,300	66,217
IND & COMM BK OF CHINA - A 'A'CNY1	280,732	27,700	–	14,600	293,832
INDUSTRIAL BANK CO LTD 'A'CNY1	173,632	3,600	–	12,200	165,032
INDUSTRIAL SECURITIES CO-A 'A'CNY1	68,250	–	–	11,400	56,850
JIZHONG ENERGY RESOURCES-A 'A'CNY1	14,643	–	–	14,643	–
NEW CHINA LIFE INSURANCE C-A 'A'CNY1	8,118	2,500	–	500	10,118
NORTHEAST SECURITIES CO LT-A 'A'CNY1	16,036	–	3,207	900	18,343
ORIENT SECURITIES CO LTD-A 600958	14,700	18,900	–	1,600	32,000
PACIFIC SECURITIES CO/THE-A 'A'CNY1	58,480	–	27,890	2,700	83,670
PING AN BANK CO LTD-A	74,550	–	14,910	4,200	85,260
PING AN INSURANCE GROUP CO-A 'A'CNY1	141,049	3,000	–	10,000	134,049
SDIC ESSENCE HOLDINGS CO L-A 600061	–	14,100	–	600	13,500
SEALAND SECURITIES CO LTD -A	18,995	–	9,497	1,300	27,192
SHANDONG HI-SPEED CO LTD -A 600350	8,800	–	–	8,800	–
SHANGHAI PUDONG DEVEL BANK-A 'A'CNY1	121,418	–	9,992	26,700	104,710
SHANXI SECURITIES CO LTD-A 'A'CNY1	14,795	–	–	700	14,095
SHENWAN HONGYUAN GROUP CO-A 000166	60,037	–	21,013	3,800	77,250
SINOLINK SECURITIES CO LTD-A 'A'CNY1	23,600	–	–	1,100	22,500
SOOCHOW SECURITIES CO LTD-A 'A'CNY1	28,159	–	–	1,300	26,859
SOUTHWEST SECURITIES CO LT-A 'A'CNY1	38,400	–	–	1,800	36,600
WEIFU HIGH-TECHNOLOGY GRP-A 'A'CNY1	6,491	–	–	6,491	–
WESTERN SECURITIES CO LTD-A 'A'CNY1	14,509	3,300	–	800	17,009
ZHE JIANG DAILY MEDIA GRP -A	9,164	–	–	9,164	–
ZHEJIANG YASHA DECORATION-A 'A'CNY1	8,468	–	–	8,468	–
Health Care					
AIER EYE HOSPITAL GROUP CO-A 'A'CNY1	5,488	–	–	200	5,288
AURORA OPTOELECTRONICS CO-A 600666	–	2,900	–	100	2,800
BEIJING TONGRENTANG CO-A 'A'CNY1	9,641	–	–	3,000	6,641
CHINA RESOURCES SANJIU MED-A 'A'CNY1	5,441	–	–	200	5,241
GUANGXI WUZHOU ZHONGHENG G-A 'A'CNY1	37,800	–	–	1,800	36,000
GUANGZHOU AUTOMOBILE GROUP-A CNY1 A	7,200	–	–	7,200	–
GUANGZHOU BAIYUNSHAN PHAR-A	7,541	–	–	300	7,241
GUIZHOU BAILING GROUP PHAR-A 002424	–	5,400	–	200	5,200
HUADONG MEDICINE CO LTD-A 'A'CNY1	2,866	–	–	100	2,766
HUALAN BIOLOGICAL ENGINEER-A 'A'CNY1	4,200	–	2,520	300	6,420
JIANGSU HENGRUI MEDICINE C-A 'A'CNY1	15,245	–	3,049	800	17,494
JILIN AODONG MEDICINE INDUST 'A'CNY1	9,832	–	–	400	9,432
JOINTOWN PHARMACEUTICAL-A	4,200	–	–	200	4,000
KANGMEI PHARMACEUTICAL CO-A 'A'CNY1	42,000	–	–	4,500	37,500
LEPU MEDICAL TECHNOLOGY-A 300003	7,100	–	5,500	2,100	10,500
SEARAINBOW HLDG CORP CO-A	9,927	–	–	1,200	8,727
SHANDONG DONG-E E-JIAO-A 'A'CNY1	7,350	–	–	1,000	6,350
SHANGHAI FOSUN PHARMACEUTI-A 'A'CNY1	15,750	–	–	700	15,050
SHANGHAI JAHWA UNITED CO -A 'A'CNY1	6,300	–	–	6,300	–
SHANGHAI PHARMACEUTICALS-A 'A'CNY1	13,173	–	–	600	12,573
SHANGHAI RAAS BLOOD PRODUC-A 002252	7,900	–	5,360	1,200	12,060
SHENZHEN HEPALINK PHARMACE-A 'A'CNY1	3,459	–	2,075	2,658	2,876
SHENZHEN SALUBRIS PHARM-A 'A'CNY1	3,604	–	–	100	3,504
SICHUAN KELUN PHARMACEUTIC-A	10,309	–	–	400	9,909
TIANJIN TASLY PHARMA-CLASS A 'A'CNY1	8,400	–	–	400	8,000
TONGHUA DONGBAO PHARMACEUT-A 'A'CNY1	10,882	–	2,177	600	12,459
YUNNAN BAIYAO GROUP CO LTD-A 'A'CNY1	6,334	–	–	–	6,334

HORIZONS EXCHANGE TRADED FUNDS SERIES

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

For the period from 1 April 2016 to 30 September 2016

CSI 300 ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2016	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2016
Industrials					
AIR CHINA LTD-A 'A' CNY1	34,841	-	-	1,600	33,241
AVIC AERO-ENGINE CONTROLS-A 000738	6,300	-	-	300	6,000
AVIC AVIATION ENGINE CORP PLC	10,118	-	-	400	9,718
AVIC HELICOPTER CO LTD-A 600038	3,341	-	-	100	3,241
BEIJING ORIGINWATER TECHNO-A 'A' CNY1	8,016	-	11,738	900	18,854
BEIJING SL PHARMACEUTICAL -A 'A' CNY1	5,893	-	-	5,893	-
BEIQI FOTON MOTOR CO LTD-A 'A' CNY1	22,814	-	-	22,814	-
BLUEFOCUS COMMUNICATION GR-A 'A' CNY1	17,631	-	-	800	16,831
CHANGSHA ZOOMLION HEAVY INDS 'A' CNY1	59,659	-	-	2,800	56,859
CHINA AVIONICS SYSTEMS CO LTD	7,445	-	-	300	7,145
CHINA BAOAN GROUP-A 'A' CNY1	17,468	-	6,114	1,100	22,482
CHINA COMMUNICATIONS CONST-A	21,000	-	-	1,000	20,000
CHINA COSCO HOLDINGS-A 'A' CNY1	45,300	-	-	2,100	43,200
CHINA CSSC HOLDINGS LTD-A 'A' CNY1	9,641	-	-	400	9,241
CHINA EASTERN AIRLINES CO-A 'A' CNY1	46,200	-	-	2,200	44,000
CHINA FIRST HEAVY INDUSTR-A 'A' CNY1	35,700	-	-	1,700	34,000
CHINA INTL MARINE CONTAIN-A 'A' CNY1	9,641	-	-	400	9,241
CHINA NATIONAL CHEMICAL-A 'A' CNY1	27,014	-	-	1,200	25,814
CHINA RAILWAY GROUP LTD -A 'A' CNY1	72,736	-	-	3,400	69,336
CHINA RAILWAYS CONSTRUCTIO-A 'A' CNY1	42,000	-	-	2,000	40,000
CHINA SHIPBUILDING INDUSTR-A 'A' CNY1	118,268	-	-	5,600	112,668
CHINA SHIPPING CONTAINER-A 'A' CNY1	48,109	-	-	9,800	38,309
CHINA SOUTH LOCOMOTIVE -A 'A' CNY1	119,366	-	-	5,600	113,766
CHINA SOUTHERN AIRLINES CO-A 'A' CNY1	48,300	-	-	2,300	46,000
CHINA SPACESAT CO LTD	8,305	-	-	300	8,005
CHINA STATE CONSTRUCTION -A 'A' CNY1	195,300	-	-	9,300	186,000
CHINA XD ELECTRIC CO LTD-A	27,968	-	-	1,300	26,668
CITIC HEAVY INDUSTRIES CO -A 601608	16,100	-	-	700	15,400
CSSC OFFSHORE AND MARINE ENGINEERING GRP	-	3,100	-	100	3,000
DAQIN RAILWAY CO LTD -A 'A' CNY1	77,414	-	-	3,600	73,814
DONGFANG ELECTRIC CORP LTD-A 'A' CNY1	16,514	-	-	700	15,814
ETERNAL ASIA SUPPLY CHAIN-A 002183	-	16,100	-	700	15,400
GEZHOUBA CO LTD-A 'A' CNY1	33,600	-	-	1,600	32,000
GUANGSHEN RAILWAY CO LTD-A 'A' CNY1	46,200	-	-	2,200	44,000
HAINAN AIRLINES CO-A 'A' CNY1	79,800	-	-	3,800	76,000
HAINAN MINING CO LTD-A 601969	3,100	-	-	3,100	-
HAN'S LASER TECHNOLOGY IN-A	10,977	-	-	500	10,477
JIHUA GROUP CORP LTD-A 'A' CNY1	20,100	-	-	900	19,200
JUNEYAO AIRLINES CO LTD-A 603885	1,800	-	-	-	1,800
LUXSHARE PRECISION INDUSTR-A	6,586	4,200	3,293	2,400	11,679
METALLURGICAL CORP OF CHIN-A 'A' CNY1	63,382	-	-	3,000	60,382
NARI TECHNOLOGY DEVELOPMEN-A 'A' CNY1	20,045	-	-	900	19,145
NINGBO PORT CO LTD-A 'A' CNY1	51,000	-	-	2,400	48,600
PANGANG GROUP STEEL VANADI-A 'A' CNY1	58,418	-	-	58,418	-
POWER CONSTRUCTION CORPORATION OF CHINA LTD	52,300	-	-	2,400	49,900
SANY HEAVY INDUSTRY CO LTD-A 'A' CNY1	46,200	-	-	2,200	44,000
SHANGHAI CONSTRUCTION CO-A 'A' CNY1	24,856	-	4,971	1,400	28,427
SHANGHAI ELECTRIC GRP CO L-A 'A' CNY1	38,491	-	-	1,800	36,691
SHANGHAI INTERNATIONAL AIR-A 'A' CNY1	13,268	-	-	600	12,668
SHANGHAI INTERNATIONAL POR-A 'A' CNY1	42,191	-	-	2,000	40,191
SHANGHAI TUNNEL ENGINEERIN-A 'A' CNY1	20,500	-	-	900	19,600
SHANGHAI WAIGAOQIAO FTZ - A 'A' CNY1	4,200	-	-	200	4,000
SHANXI LU'AN ENVIRONMENTAL-A 'A' CNY1	16,447	-	-	16,447	-
SHANXI XISHAN COAL & ELEC-A 'A' CNY1	21,477	-	-	21,477	-
SHENZHEN INOVANCE TECHNOLO-A 'A' CNY1	6,300	-	6,298	600	11,998
SIASUN ROBOT & AUTOMATION-A 300024	6,300	-	7,560	600	13,260
SPRING AIRLINES CO LTD-A 601021	3,200	-	-	100	3,100
SUZHOU GOLD MANTIS CONSTR -A 'A' CNY1	11,836	-	5,918	800	16,954
TBEA CO LTD-A 'A' CNY1	35,318	-	-	1,600	33,718
TIAN DI SCIENCE & TECHNOLO-A 'A' CNY1	-	21,100	-	1,000	20,100
TUS - SOUND ENVIRONMENTAL RESOURC CO LTD	7,100	-	-	300	6,800
WEICHAI POWER CO LTD-A 'A' CNY1	31,049	-	-	1,400	29,649

HORIZONS EXCHANGE TRADED FUNDS SERIES

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

For the period from 1 April 2016 to 30 September 2016

CSI 300 ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2016	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2016
Industrials (continued)					
XCMG CONSTRUCTION MACHIN-A 'A'CN Y1	58,057	–	–	2,700	55,357
XIAMEN C & D INC-A 'A'CN Y1	42,900	–	–	21,900	21,000
XIAMEN TUNGSTEN CO LTD-A 'A'CN Y1	5,746	–	–	5,746	–
XI'AN AIRCRAFT INTL CORP-A 'A'CN Y1	14,414	–	–	600	13,814
XINJIANG GOLDWIND SCI&TECH-A 'A'CN Y1	21,010	–	–	1,000	20,010
YANTAI JEREH OILFIELD-A 'A'CN Y1	6,197	–	–	6,197	–
YINGKOU PORT LIABILITY CO-A 600317	26,500	–	–	1,200	25,300
ZHENGZHOU YUTONG BUS CO - A	17,313	–	–	800	16,513
Information Technology					
AISINO CO LTD-A 'A'CN Y1	8,400	–	7,400	1,700	14,100
BEIJING SHIJI INFORMATION -A 002153	1,623	–	3,246	200	4,669
BEIJING ULTRAPOWER SOFTWARE-A 300002	16,500	–	–	700	15,800
BEIJING XINWEI TECHNOLOGY GROUP CO LTD	12,695	–	–	600	12,095
BOE TECHNOLOGY GROUP CO LT-A 'A'CN Y1	309,368	–	–	14,700	294,668
DHC SOFTWARE CO LTD -A 'A'CN Y1	11,000	–	–	1,200	9,800
DONGXU OPTOELECTRONIC TECH-A	23,100	–	–	1,100	22,000
EAST MONEY INFORMATION CO-A 300059	15,500	–	12,400	1,300	26,600
FOCUS MEDIA INFORMATION TE-A 002027	–	3,900	3,900	300	7,500
GOERTEK INC -A 'A'CN Y1	10,561	–	–	500	10,061
GRG BANKING EQUIPMENT CO -A	–	10,500	–	500	10,000
GUANGZHOU HAIGE COMMUNICAT-A 'A'CN Y1	21,000	–	–	–	21,000
HANGZHOU HIKVISION DIGITAL-A 'A'CN Y1	15,845	–	7,922	1,100	22,667
HUNDSUN ELECTRONIC CO LTD-A 'A'CN Y1	6,778	–	–	700	6,078
IFLYTEK CO LTD	11,741	–	–	500	11,241
INSPUR ELECTRONIC INFORMAT-A 000977	–	7,600	–	300	7,300
JIANGSU PROTRULY VISION TE-A 600074	–	11,700	–	500	11,200
LESHI INTERNET INFORMATION-A	13,200	–	–	1,900	11,300
NEUSOFT CORP-A 'A'CN Y1	11,790	–	–	500	11,290
OURPALM CO LTD-A 300315	19,300	5,400	–	1,100	23,600
PEOPLE.CN CO LTD-A 'A'CN Y1	7,875	–	–	300	7,575
SANAN OPTOELECTRONICS CO L-A 'A'CN Y1	18,921	–	9,732	3,900	24,753
SHANGHAI 2345 NETWORK HOLD-A 002195	3,500	–	3,500	300	6,700
SHANGHAI WANGSU SCIENCE-A 'A'CN Y1	5,858	–	–	200	5,658
SHENZHEN INFOGEM TECHNOLOGIES	–	3,500	–	100	3,400
SHENZHEN KINGDOM SCI-TECH-A 600446	–	6,400	–	300	6,100
SHENZHEN O-FILM TECH CO-A 'A'CN Y1	9,628	–	–	400	9,228
TIANJIN ZHONGHUAN SEMICOND-A 'A'CN Y1	17,944	–	–	–	17,944
TSINGHUA TONGFANG CO LTD-A 'A'CN Y1	24,341	–	–	1,100	23,241
WONDERS INFORMATION CO LTD-A 300168	–	9,000	–	400	8,600
YONYOU NETWORK TECHNOLOGY CO LTD	7,596	–	–	300	7,296
ZHEJIANG DAHUA TECHNOLOGY-A	8,209	–	12,313	900	19,622
ZTE CORP-A 'A'CN Y1	32,187	–	–	3,600	28,587
Materials					
ALUMINUM CORP OF CHINA LTD 'A'CN Y1	65,100	–	–	3,100	62,000
ANGANG STEEL CO LTD - A 'A'CN Y1	25,200	–	–	1,200	24,000
ANHUI CONCH CEMENT CO LTD-A 'A'CN Y1	27,300	–	–	1,300	26,000
BAOSHAN IRON & STEEL CO-A 'A'CN Y1	67,183	–	–	–	67,183
BBMG CORPORATION-A 'A'CN Y1	14,700	–	14,700	1,400	28,000
CHINA HAINAN RUBBER INDUST-A	16,132	–	–	700	15,432
CHINA MOLYBDENUM CO LTD-A 'A'CN Y0.2	33,695	15,700	–	2,300	47,095
CHINA NORTHERN RARE EARTH 600111	29,591	–	–	1,400	28,191
HESTEEL CO LTD	57,750	–	–	2,700	55,050
INNER MONGOLIA JUNZHENG EN-A 'A'CN Y1	15,158	–	14,458	700	28,916
INNER MONGOLIAN BAOTOU STEEL 'A'CN Y1	132,395	–	–	6,300	126,095
JIANGXI COPPER CO LTD-A 'A'CN Y1	11,550	–	–	500	11,050
JINDUICHENG MOLYBDENUM CO -A	13,268	–	–	600	12,668

HORIZONS EXCHANGE TRADED FUNDS SERIES

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

For the period from 1 April 2016 to 30 September 2016

CSI 300 ETF (continued)

Financial assets at fair value through profit or loss	Beginning holdings as at 1 April 2016	Additions	Corporate actions	Disposals	Closing holdings as at 30 September 2016
Materials (continued)					
KANGDE XIN COMPOSITE MATERIAL CO LTD	17,070	–	17,045	1,600	32,515
KINGENTA ECOLOGICAL ENGINE-A	8,503	–	8,503	800	16,206
LUXIN VENTURE CAPITAL GRP-A 'A'CNY1	4,200	–	–	200	4,000
QINGHAI SALT LAKE INDUSTRY-A	8,027	–	–	300	7,727
SHANDONG GOLD MINING CO LT-A 'A'CNY1	8,400	–	–	400	8,000
SHANDONG IRON AND STEEL CO-A 'A'CNY1	–	21,500	–	1,000	20,500
SHANXI TAIGANG STAINLESS-A 'A'CNY1	31,500	–	–	1,500	30,000
SHENZHEN ZHONGJIN LINGNAN-A 'A'CNY1	18,136	–	–	800	17,336
SINOPEC SHANGHAI PETROCHE-A 'A'CNY1	29,782	–	–	1,400	28,382
TIANJIN PORT CO LTD-A 'A'CNY1	11,700	–	–	11,700	–
TONGLING NONFERROUS METALS-A 'A'CNY1	49,827	35,300	–	4,000	81,127
UNIVERSAL SCIENTIFIC INDUS-A 'A'CNY1	3,245	–	–	3,245	–
WANHUA CHEMICAL GROUP CO -A 'A'CNY1	14,700	–	–	700	14,000
WUHAN IRON & STEEL CO LTD-A 'A' CNY1	54,700	–	–	–	54,700
XINXING DUCTILE IRON PIPES-A 'A'CNY1	32,741	–	–	1,500	31,241
ZHEJIANG LONGSHENG GROUP C-A 'A'CNY1	31,118	–	–	1,400	29,718
ZHONGJIN GOLD CORP-A 'A'CNY1	20,141	–	3,625	1,100	22,666
ZHONGJIN GOLD CORP-A-RTS20MAY2016	–	–	–	–	–
ZIJIN MINING GROUP CO LTD-A 'A'CNY0.1	128,386	–	–	6,100	122,286
Real Estate					
BEIJING CAPITAL DEVELOPMEN-A 'A'CNY1	–	14,200	–	600	13,600
CHINA FORTUNE LAND DEVELOP-A	12,600	–	–	1,800	10,800
CHINA MERCHANTS SHEKOU INDUSTRY	22,156	8,000	–	1,400	28,756
CHINA VANKE CO LTD -A 'A'CNY1	105,800	–	–	9,500	96,300
FINANCIAL STREET HOLDING-A	19,473	–	–	900	18,573
GEMDALE CORP-A 'A'CNY1	30,587	–	–	1,400	29,187
GREENLAND HOLDINGS CORP LT-A 600606	–	4,600	–	200	4,400
OCEANWIDE HOLDINGS CO LTD	18,900	–	–	900	18,000
POLY REAL ESTATE GROUP CO -A 'A'CNY1	84,000	–	–	4,000	80,000
RISESUN REAL ESTATE DEVEL-A 'A'CNY1	20,045	–	–	900	19,145
SHANGHAI CHENGTOU HOLDING-A 'A'CNY1	20,422	–	–	–	20,422
SHANGHAI LUJIAZUI FIN&TRAD-A 'A'CNY1	5,727	–	4,582	400	9,909
SHANGHAI ZHANGJIANG HIGH-A 'A'CNY1	10,200	–	–	400	9,800
XINHU ZHONGBAO CO LTD-A 'A'CNY1	33,314	24,400	–	15,000	42,714
YOUNGOR GROUP CO-A 'A'CNY1	21,163	–	–	1,000	20,163
ZHEJIANG CHINA COMMODITIES-A 'A'CNY1	36,941	–	–	1,700	35,241
ZHONGTIAN URBAN DEVELOPMEN-A 000540	22,500	13,300	–	1,700	34,100
Telecommunication Services					
CHINA UNITED NETWORK-A	114,927	–	–	5,400	109,527
DR PENG TELCOM & MEDIA GROUP CO LTD	15,273	–	–	700	14,573
Utilities					
BEIJING CAPITAL CO LTD-A 'A'CNY1	13,268	–	13,268	1,200	25,336
BEIJING JINGNENG POWER CO -A 600578	18,500	–	–	800	17,700
CECEP WIND POWER CORP-A 601016	2,600	–	–	100	2,500
CHINA NATIONAL NUCLEAR POW-A	60,900	–	–	2,900	58,000
CHINA YANGTZE POWER CO LTD-A 'A'CNY1	64,461	19,500	–	3,900	80,061
DATANG INTL POWER GEN CO-A 'A'CNY1	40,900	–	–	1,900	39,000
GD POWER DEVELOPMENT CO -A CNY1'A'	126,000	23,800	–	7,100	142,700
GUANGDONG ELEC POWER DEV-A 'A'CNY1	10,500	–	–	10,500	–
GUANGDONG GOLDEN DRAGON DE-A 000712	6,000	–	–	200	5,800
GUANGZHOU DEVELOPMENT IND-A 'A' CNY1	–	10,400	–	400	10,000
HUADIAN POWER INTL CORP-A 'A'CNY1	29,018	–	–	1,300	27,718
HUANENG POWER INTL INC-A 'A'CNY1	56,891	–	–	2,700	54,191
HUBEI ENERGY GROUP CO LTD-A 'A'CNY1	29,400	–	–	1,400	28,000
INNER MONGOLIA MENGDIAN HU-A 'A'CNY1	39,614	–	–	3,200	36,414
SDIC POWER HOLDINGS CO LTD-A 'A'CNY1	46,200	–	–	2,200	44,000
SHANGHAI ELECTRIC POWER CO-A 'A'CNY1	11,200	–	–	500	10,700
SHENERGY COMPANY LIMITED-A 'A'CNY1	31,118	–	–	1,400	29,718
SHENZHEN ENERGY GROUP CO L-A 'A'CNY1	16,418	–	–	700	15,718
SICHUAN CHUANTOU ENERGY CO-A 'A'CNY1	29,973	–	–	1,400	28,573
ZHEJIANG ZHENENG ELECTRIC-A	37,000	14,800	–	2,400	49,400

HORIZONS EXCHANGE TRADED FUNDS SERIES

PERFORMANCE RECORD (UNAUDITED)

NET ASSET VALUE

	<u>As at 30 September 2016</u>		<u>As at 31 March 2016</u>		<u>As at 31 March 2015</u>	
	Dealing net asset value	Dealing net asset value per unit	Dealing net asset value	Dealing net asset value per unit	Dealing net asset value	Dealing net asset value per unit
KOSPI 200 ETF (in HK\$)	30,012,111	20.0081	36,742,859	18.3714	39,066,415	19.5332
S&P Emerging Asia Consumer ETF (in HK\$)	37,069,941	20.5945	32,693,857	18.1633	87,282,243	21.8206
S&P Global Consumer Brands ETF (in HK\$)	114,799,883	27.3334	99,347,849	26.1442	135,865,376	28.3053
MSCI China ETF (in HK\$)	459,908,808	24.2058	498,057,754	21.2845	316,102,844	25.9101
Hang Seng High Dividend Yield ETF (in HK\$)	244,831,262	23.5415	265,855,451	21.7914	327,016,167	23.0293
CSI 300 ETF (in RMB)	110,066,416	11.0067	112,793,598	10.7422	349,325,731	13.4356

HIGHEST ISSUE PRICE AND LOWEST REDEMPTION PRICE PER UNIT

	<u>For the period ended 30 September 2016</u>		<u>For the year ended 31 March 2016</u>		<u>For the year/period ended 31 March 2015</u>	
	Highest issue price per unit	Lowest redemption price per unit	Highest issue price per unit	Lowest redemption price per unit	Highest issue price per unit	Lowest redemption price per unit
KOSPI 200 ETF (in HK\$) ¹	20.3879	17.0650	21.2280	15.5666	22.0860	18.3994
S&P Emerging Asia Consumer ETF (in HK\$) ²	21.5384	17.3849	23.0978	16.1528	22.4874	20.1062
S&P Global Consumer Brands ETF (in HK\$) ²	28.0116	23.7113	29.5625	23.2863	30.9705	25.6821
MSCI China ETF (in HK\$) ³	24.9254	19.9304	30.7717	18.1352	25.9101	20.0785
Hang Seng High Dividend Yield ETF (in HK\$) ³	25.3938	20.8090	28.5089	19.3450	23.1866	19.7785
CSI 300 ETF (in RMB) ⁴	11.4723	10.2150	17.8005	9.5570	13.5582	7.9497

	<u>For the year/period ended 31 March 2014</u>		<u>For the year/period ended 31 March 2013</u>		<u>For the period from 10 January 2011 (date of initial offer) to 31 March 2012</u>	
	Highest issue price per unit	Lowest redemption price per unit	Highest issue price per unit	Lowest redemption price per unit	Highest issue price per unit	Lowest redemption price per unit
KOSPI 200 ETF (in HK\$) ¹	21.2317	16.5428	20.9724	16.4844	22.4829	14.7942
S&P Emerging Asia Consumer ETF (in HK\$) ²	23.2310	19.2629	22.5014	18.7318	–	–
S&P Global Consumer Brands ETF (in HK\$) ²	30.9525	23.7727	25.0827	19.2746	–	–
MSCI China ETF (in HK\$) ³	23.1139	17.8478	–	–	–	–
Hang Seng High Dividend Yield ETF (in HK\$) ³	21.0082	18.4980	–	–	–	–
CSI 300 ETF (in RMB) ⁴	–	–	–	–	–	–

¹The financial year of this Sub-Fund, which was new addition to the Trust during the period ended 31 March 2012, commences from 10 January 2011 (date of initial offer) to 31 March 2012.

²The financial year of these Sub-Funds, which were new additions to the Trust during the period ended 31 March 2013, commences from 18 January 2012 (date of inception) to 31 March 2013.

³The financial year of these Sub-Funds, which were new additions to the Trust during the period ended 31 March 2014, commences from 11 June 2013 (date of inception) to 31 March 2014.

⁴The financial year of this Sub-Fund, which was a new addition to the Trust during the period ended 31 March 2015, commences from 24 September 2014 (date of inception) to 31 March 2015.

HORIZONS EXCHANGE TRADED FUNDS SERIES

PERFORMANCE RECORD (UNAUDITED) (CONTINUED)

PERFORMANCE OF THE SUB-FUNDS

	<u>For the period ended 30 September 2016</u>		<u>For the year ended 31 March 2016</u>		<u>For the year/period ended 31 March 2015</u>	
	Sub-Fund performance (%)	Index performance (%)	Sub-Fund performance (%)	Index performance (%)	Sub-Fund performance (%)	Index performance (%)
KOSPI 200 ETF (in HK\$) ^{1^a}	8.91	9.03	(5.95)	(7.27)	(3.50)	(4.39)
S&P Emerging Asia Consumer ETF (in HK\$) ^{2#^}	13.39	14.07	(16.76)	(15.61)	2.01	3.31
S&P Global Consumer Brands ETF (in HK\$) ^{2#^}	4.55	4.96	(7.63)	(6.75)	(6.30)	(5.64)
MSCI China ETF (in HK\$) ^{3#^}	13.72	14.06	(17.85)	(18.81)	23.90	23.94
Hang Seng High Dividend Yield ETF (in HK\$) ^{3#^}	12.61	13.73	(4.42)	(4.13)	16.94	17.56
CSI 300 ETF (in RMB) ^{4#^}	2.46	1.09	(20.05)	(20.56)	63.64	65.91

	<u>For the year/period ended 31 March 2014</u>		<u>For the year/period ended 31 March 2013</u>		<u>For the period from 10 January 2011 (date of initial offer) to 31 March 2012</u>	
	Sub-Fund performance (%)	Index performance (%)	Sub-Fund performance (%)	Index performance (%)	Sub-Fund performance (%)	Index performance (%)
KOSPI 200 ETF (in HK\$) ^{1^a}	3.82	2.21	1.33	0.71	(4.29)	(4.70)
S&P Emerging Asia Consumer ETF (in HK\$) ^{2#^}	(1.35)	0.20	7.59	9.26	–	–
S&P Global Consumer Brands ETF (in HK\$) ^{2#^}	21.76	23.49	20.54	22.15	–	–
MSCI China ETF (in HK\$) ^{3#^}	14.37	6.68	–	–	–	–
Hang Seng High Dividend Yield ETF (in HK\$) ^{3#^}	0.84	1.07	–	–	–	–
CSI 300 ETF (in RMB) ^{4#^}	–	–	–	–	–	–

¹The financial year of this Sub-Fund, which was new addition to the Trust during the period ended 31 March 2012, commences from 10 January 2011 (date of initial offer) to 31 March 2012.

²The financial year of these Sub-Funds, which were new additions to the Trust during the period ended 31 March 2013, commences from 18 January 2012 (date of inception) to 31 March 2013.

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⁴The financial year of this Sub-Fund, which was a new addition to the Trust during the period ended 31 March 2015, commences from 24 September 2014 (date of inception) to 31 March 2015.

[#]The respective tracking indices of these Sub-Funds are price return indices. A price return index calculates the performance of index constituents on the basis that any dividends or distributions are not reinvested.

[®]The respective tracking indices of these Sub-Funds are not price return indices. A net total return index calculates the performance of index constituents on the basis that any dividends or distributions are reinvested after the deduction of any withholding taxes that may apply.

[^]The Sub-Funds' performance are calculated on the basis that any dividends or distributions are reinvested.

HORIZONS EXCHANGE TRADED FUNDS SERIES

MANAGEMENT AND ADMINISTRATION

Manager

Mirae Asset Global Investments (Hong Kong) Limited
Level 15, Three Pacific Place
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Directors of the Manager

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

Trustee

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Three Garden Road
Central, Hong Kong

Custodian

Citibank N.A.
50th Floor, Champion Tower¹
Three Garden Road
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PRC Custodian[®]

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China P.C.:100140

Service Agent

HK Conversion Agency Services Limited
2nd Floor, Infinitus Plaza
199 Des Voeux Road
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Legal Adviser to the Manager

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

Auditors

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

Participating Dealers

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

BNP Paribas Securities Services[¶]

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

Participating Dealers (continued)

China International Capital Corporation Hong Kong Securities Limited[¶]
29th Floor, One International Finance Centre
1 Harbour View Street,
Central, Hong Kong

CIMB Securities Limited[¶]

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

Credit Suisse Securities (Hong Kong) Limited[¶]

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

Goldman Sachs (Asia) Securities Limited

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

KGI Securities (Hong Kong) Limited

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

Macquarie Bank Limited[¶]

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

Merrill Lynch Far East Limited⁺

15th Floor, Champion Tower¹
Three Garden Road
Central, Hong Kong

Mirae Asset Wealth Management (HK) Ltd (formerly known as Mirae

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

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

Shenwan Hongyuan Securities (H.K.) Limited^Ω

Level 19, 28 Hennessy Road
Hong Kong

UBS Securities Hong Kong Limited[&]

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

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

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

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

[⊘] In respect of KOSPI 200 ETF, S&P Emerging Asia Consumer ETF and S&P Global Consumer Brands ETF only.

^Ω In respect of KOSPI 200 ETF, S&P Emerging Asia Consumer ETF, S&P Global Consumer Brands ETF, MSCI China ETF and Hang Seng High Dividend Yield ETF only.

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

[®] In respect of CSI 300 ETF only.

¹ Prior to 28 June 2016, Champion Tower was known as Citibank Tower.