



CSOP ETF SERIES  
(An umbrella unit trust established in Hong Kong)

**CSOP CHINA CSI 300 SMART ETF**  
(A sub-fund of CSOP ETF Series)

Reports and Financial Statements  
FOR THE YEAR ENDED 31 DECEMBER 2018



**CSOP CHINA CSI 300 SMART ETF  
(A SUB-FUND OF CSOP ETF SERIES)**

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# **CSOP CHINA CSI 300 SMART ETF (A SUB-FUND OF CSOP ETF SERIES)**

## **REPORT OF THE MANAGER TO THE UNITHOLDERS**

### Introduction

The CSOP China CSI 300 Smart ETF (the “CSOP CSI 300 ETF” or the “Sub-Fund”), a sub-fund of the CSOP ETF Series, is a unit trust authorised under the Securities and Futures Ordinance (Cap. 571) of Hong Kong. It was launched on 19 October 2015 and commenced trading in RMB under the stock code 83129 on The Stock Exchange of Hong Kong Limited (the “SEHK”) on 23 October 2015; following the SEHK’s dual counter model, the CSOP CSI 300 ETF started trading in HKD under the stock code 03129 on the SEHK on 23 October 2015 too. The CSOP CSI 300 ETF is benchmarked against the CSI 300 Smart Index and adopts the representative sampling indexing strategy. The manager and RQFII Holder of the CSOP CSI 300 ETF is CSOP Asset Management Limited (the “Manager”). The trustee is HSBC Institutional Trust Services (Asia) Limited (the “Trustee”).

The CSOP CSI 300 ETF is a physical ETF which invests directly in the CSI 300 Smart Index securities through the RQFII quotas of the Manager and Shanghai-Hong Kong Stock Connect and Shenzhen – Hong Kong Stock Connect. Under current regulations in the People’s Republic of China (“PRC”), foreign investors can invest in the domestic securities market through certain qualified foreign institutional investors that have obtained status as a QFII or a RQFII from the China Securities Regulatory Commission (“CSRC”) and have been granted quota(s) by the State Administration of Foreign Exchange (“SAFE”) to remit foreign freely convertible currencies (in the case of a QFII) and RMB (in the case of a RQFII) into the PRC for the purpose of investing in the PRC’s domestic securities markets. Meanwhile, from 17 November 2014, foreign investors can trade eligible stocks listed in Shanghai Stock Exchange through Shanghai-Hong Kong Stock Connect. And from 5 December 2016, foreign investors can trade eligible stocks listed in Shenzhen Stock Exchange through Shenzhen-Hong Kong Stock Connect. The Manager has obtained RQFII status and the total RQFII quotas obtained by the Manager amount to RMB 46.1 billion as of 31 December 2018.

The CSI 300 Smart Index (the “Index”) is compiled and published by China Securities Index Co., Ltd. The Index tracks the overall performance of the CSI 300 Index constituent companies and returns from share class switches, i.e. switching between share classes (namely A-Shares and H-Shares) based on their relative prices. The Index consists of the 300 stocks with the largest market capitalisation and good liquidity from the entire universe of listed A-Shares companies in the PRC. The Index is a free float adjusted, category-weighted index which measures the performance of A-Shares traded on the Shanghai Stock Exchange or the Shenzhen Stock Exchange. The Index operates under clearly defined rules published by the index provider and is a tradable index.

### The Sub-Fund Performance

The CSOP CSI 300 ETF seeks to provide investment results, before fees and expenses, which closely correspond to the performance of the Index. As of 28 December 2018 (last trading date), the dealing Net Asset Value (“NAV”) per unit of the CSOP CSI 300 ETF was RMB 10.6738 and there were 1,000,000 units outstanding. The total asset under management was approximately RMB 10.67 million as at 28 December 2018 (last trading date).

For the period from 1 January 2018 to 28 December 2018 (last trading date), the dealing NAV of CSOP CSI 300 ETF RMB counter (stock code: 83129) performed -23.21% while the Index performed -21.28%. The difference in performance between the NAV of the CSOP CSI 300 ETF and the Index is mainly attributed to fees and expenses.

### Exchange Liquidity

The trading value of the RMB counter (stock code: 83129) remained steadily at an average daily turnover of RMB 78 thousands in December 2018. The trading value of the HKD counter (stock code: 03129) remained steadily at an average daily turnover of HKD 43.7 thousands in December 2018.

### Portfolio Rebalance

The CSOP CSI 300 ETF adopts representative sampling indexing strategy to track the Index. Since inception, the Sub-Fund has experienced seven semi-annual index rebalances.

**CSOP CHINA CSI 300 SMART ETF  
(A SUB-FUND OF CSOP ETF SERIES)**

**REPORT OF THE TRUSTEE TO THE UNITHOLDERS**

We hereby confirm that, in our opinion, the Manager of the CSOP China CSI 300 Smart ETF (the "Sub-Fund"), a sub-fund of CSOP ETF Series, has, in all material respects, managed the Sub-Fund in accordance with the provisions of the Trust Deed dated 25 July 2012, as amended, for the year ended 31 December 2018.

HSBC Institutional Trust Services (Asia) Limited  
29 April 2019

**CSOP CHINA CSI 300 SMART ETF  
(A SUB-FUND OF CSOP ETF SERIES)**

**STATEMENT OF RESPONSIBILITIES OF THE MANAGER AND THE TRUSTEE**

**MANAGER’S RESPONSIBILITIES**

The Manager of the CSOP China CSI 300 Smart ETF (the “Sub-Fund”), a sub-fund of CSOP ETF Series, is required by the Code on Unit Trusts and Mutual Funds established by the Securities and Futures Commission of Hong Kong and the Trust Deed dated 25 July 2012, as amended, (the “Trust Deed”) to prepare financial statements for each annual accounting period which give a true and fair view of the financial position of the Sub-Fund at the end of the year and of the transactions for the year then ended. In preparing these financial statements the Manager is required to:

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

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

CSOP ETF Series (the “Trust”) is an umbrella unit trust governed by its Trust Deed. As at 31 December 2018, the Trust has established seven sub-funds, namely, CSOP China CSI 300 Smart ETF, CSOP FTSE China A50 ETF, CSOP CES China A80 ETF, CSOP SZSE ChiNext ETF, CSOP MSCI China A Inclusion Index ETF (Formerly known as CSOP MSCI China A International ETF), ICBC CSOP S&P New China Sectors ETF and CSOP Hong Kong Dollar Money Market ETF. The sub-funds of the Trust, CSOP MSCI T50 ETF was terminated on 29 June 2018 and CSOP Hong Kong Dollar Money Market ETF was launched on 29 June 2018.

**TRUSTEE’S RESPONSIBILITIES**

The Trustee of the Sub-Fund is required to:

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

**INDEPENDENT AUDITOR’S REPORT  
TO THE UNITHOLDERS OF CSOP CHINA CSI 300 SMART ETF  
(A SUB-FUND OF CSOP ETF SERIES, AN UMBRELLA UNIT TRUST ESTABLISHED IN HONG KONG)**

**Report on the Audit of the Financial Statements**

**Opinion**

*What we have audited*

The financial statements of CSOP China CSI 300 Smart ETF (the “Sub-Fund”), a sub-fund of CSOP ETF Series, set out on pages 8 to 29, which comprise:

- the statement of financial position as at 31 December 2018;
- the statement of comprehensive income for the year then ended;
- the statement of changes in net assets attributable to unitholders for the year then ended;
- the statement of cash flows for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies.

*Our opinion*

In our opinion, the financial statements give a true and fair view of the financial position of the Sub-Fund as at 31 December 2018, and of its financial transactions and its cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards (“HKFRSs”) issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”).

**Basis for Opinion**

We conducted our audit in accordance with Hong Kong Standards on Auditing (“HKSA”) issued by the HKICPA. Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statements section of our report.

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

*Independence*

We are independent of the Sub-Fund in accordance with the HKICPA’s Code of Ethics for Professional Accountants (the “Code”), and we have fulfilled our other ethical responsibilities in accordance with the Code.

**Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

**INDEPENDENT AUDITOR’S REPORT  
TO THE UNITHOLDERS OF CSOP CHINA CSI 300 SMART ETF (CONTINUED)  
(A SUB-FUND OF CSOP ETF SERIES, AN UMBRELLA UNIT TRUST ESTABLISHED IN HONG KONG)**

**Key Audit Matters (Continued)**

Key audit matters identified in our audit are summarised as follows:

<b>Key Audit Matters</b>	<b>How our audit addressed the Key Audit Matters</b>
<p><u>Existence and valuation of investments</u></p> <p>The Sub-Fund’s investments as at 31 December 2018 were mainly comprised of listed equities of companies in Hong Kong and the People’s Republic of China, valued at RMB10,457,343. These investments held by the Sub-Fund include listed equities of RMB25,567 which have been suspended from trading as at 31 December 2018.</p> <p>We focused on the existence and valuation of the investments because the investments represented the principal element of the Sub-Fund’s net asset value. In addition, we also focused on the valuation of listed equities which have been suspended from trading as at 31 December 2018 because the judgment made by the Manager in determining their fair values involved a high degree of subjectivity.</p> <p>Refer to Note 8 to the financial statements.</p>	<p>We agreed the existence of the Sub-Fund’s holdings of investments by obtaining a direct confirmation from the custodian and checking the confirmation to the Sub-Fund’s records. Based on the procedures we performed, we found the Sub-Fund’s holdings of investments to be in agreement with the confirmation received.</p> <p>We agreed the valuation of the Sub-Fund’s investments by comparing the pricing used by the Manager to the publicly available external pricing sources as at 31 December 2018. We found no material exceptions from our testing.</p> <p>For investments which have been suspended from trading as at the year end, we assessed the appropriateness of the valuation methodology adopted by the Manager. We also assessed the judgment made in determining the valuation of these investments by considering factors which may impact their fair values, including the duration of the suspension period, the relevant market information and news of the suspended listed equities, the price movement of comparable listed equities/index during the suspension period and if applicable, the market prices of the suspended listed equities upon resumption of trading after year end.</p> <p>Based on the procedures we performed, we found the judgment made by the Manager in determining the valuation of the investments to be supported by available evidence.</p>

**Other Information**

The trustee and the manager (the “Management”) of the Sub-Fund are responsible for the other information. The other information comprises all of the information included in the annual report other than the financial statements and our auditor’s report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**INDEPENDENT AUDITOR'S REPORT  
TO THE UNITHOLDERS OF CSOP CHINA CSI 300 SMART ETF (CONTINUED)  
(A SUB-FUND OF CSOP ETF SERIES, AN UMBRELLA UNIT TRUST ESTABLISHED IN HONG KONG)**

**Responsibilities of Management for the Financial Statements**

The Management of the Sub-Fund is responsible for the preparation of the financial statements that give a true and fair view in accordance with HKFRSs issued by the HKICPA, and for such internal control as the Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Management of the Sub-Fund is responsible for assessing the Sub-Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Management either intends to liquidate the Sub-Fund or to cease operations, or has no realistic alternative but to do so.

In addition, the Management of the Sub-Fund is required to ensure that the financial statements have been properly prepared in accordance with the relevant disclosure provisions of the Trust Deed dated 25 July 2012, as amended ("Trust Deed") and the Appendix E of the Code on Unit Trusts and Mutual Funds issued by the Hong Kong Securities and Futures Commission (the "SFC Code").

**Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. We report our opinion solely to you, as a body, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSAAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. In addition, we are required to assess whether the financial statements of the Sub-Fund have been properly prepared, in all material respects, in accordance with the relevant disclosure provisions of the Trust Deed and the Appendix E of the SFC Code.

As part of an audit in accordance with HKSAAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Sub-Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.



**INDEPENDENT AUDITOR'S REPORT  
TO THE UNITHOLDERS OF CSOP CHINA CSI 300 SMART ETF (CONTINUED)  
(A SUB-FUND OF CSOP ETF SERIES, AN UMBRELLA UNIT TRUST ESTABLISHED IN HONG KONG)**

**Auditor's Responsibilities for the Audit of the Financial Statements (Continued)**

- Conclude on the appropriateness of the Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Sub-Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Sub-Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Management with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Management, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

**Report on Matters Under the Relevant Disclosure Provisions of the Trust Deed and the Appendix E of the SFC Code**

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

The engagement partner on the audit resulting in this independent auditor's report is Li, Lien.

**PricewaterhouseCoopers**  
Certified Public Accountants

Hong Kong, 29 April 2019

**CSOP CHINA CSI 300 SMART ETF  
(A SUB-FUND OF CSOP ETF SERIES)**

**STATEMENT OF FINANCIAL POSITION**

*As at 31 December 2018*

	<i>Notes</i>	2018 <i>RMB</i>	2017 <i>RMB</i>
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Deposit reserve		14,000	14,000
<b>CURRENT ASSETS</b>			
Investments	<i>7(c),8(a)</i>	10,457,343	13,762,353
Interest receivable		10	10
Prepayments		-	16
Bank balances	<i>7(c)</i>	238,906	85,568
		<u>10,696,259</u>	<u>13,847,947</u>
<b>Total assets</b>		<u><u>10,710,259</u></u>	<u><u>13,861,947</u></u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Management fee payable	<i>7(a),7(b)</i>	8,037	9,993
Other accounts payable		169,699	187,239
<b>Total liabilities</b>		<u>177,736</u>	<u>197,232</u>
<b>EQUITY</b>			
<b>Net assets attributable to unitholders</b>	<i>4</i>	<u><u>10,532,523</u></u>	<u><u>13,664,715</u></u>

The financial statements on pages 8 to 29 were approved by the Trustee and the Manager on 29 April 2019 and were signed on their behalf.

For and on behalf of

For and on behalf of

CSOP Asset Management Limited  
as the Manager

HSBC Institutional Trust Services (Asia) Limited  
as the Trustee

*The accompanying notes form an integral part of these financial statements.*

**CSOP CHINA CSI 300 SMART ETF  
(A SUB-FUND OF CSOP ETF SERIES)**

**STATEMENT OF COMPREHENSIVE INCOME**

*For the year ended 31 December 2018*

		Year ended 31 December 2018	Year ended 31 December 2017
	<i>Notes</i>	<i>RMB</i>	<i>RMB</i>
<b>INCOME</b>			
Dividend income		294,705	338,120
Interest income	7(c)	694	433
Net (loss)/gain on investments	5	(3,079,782)	3,196,192
Net foreign currency gain/(loss)		18,372	(6,570)
Other income		-	26,212
<b>Total net (loss)/income</b>		<u>(2,766,011)</u>	<u>3,554,387</u>
<b>EXPENSES</b>			
Management fee	7(a), 7(b)	(108,466)	(155,888)
Transaction costs on investments		(12,671)	(42,332)
Audit fee		(25,996)	(47,111)
Safe custody and bank charges		(4,009)	(54,626)
Other operating expenses		(217,917)	(102,976)
Reversal of audit fee provision		32,428	-
<b>Total operating expenses</b>		<u>(336,631)</u>	<u>(402,933)</u>
Operating (loss)/profit		<u>(3,102,642)</u>	<u>3,151,454</u>
Taxation	6	<u>(29,550)</u>	<u>(35,215)</u>
<b>Total comprehensive income</b>		<u><u>(3,132,192)</u></u>	<u><u>3,116,239</u></u>

*The accompanying notes form an integral part of these financial statements.*

**CSOP CHINA CSI 300 SMART ETF  
(A SUB-FUND OF CSOP ETF SERIES)**

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS**

*For the year ended 31 December 2018*

	Year ended 31 December 2018 <i>RMB</i>	Year ended 31 December 2017 <i>RMB</i>
Net assets attributable to unitholders at the beginning of the year	13,664,715	34,773,676
	-----	-----
Payments on redemption of units		
- In-kind redemption	-	(6,583,183)
- Cash component and cash redemption	-	(17,642,017)
	-----	-----
Net decrease from unit transactions	-	(24,225,200)
	-----	-----
Total comprehensive income for the year	(3,132,192)	3,116,239
	-----	-----
<b>Net assets attributable to unitholders at the end of the year</b>	<b>10,532,523</b>	<b>13,664,715</b>
	=====	=====

*The accompanying notes form an integral part of these financial statements.*

**CSOP CHINA CSI 300 SMART ETF  
(A SUB-FUND OF CSOP ETF SERIES)**

**STATEMENT OF CASH FLOWS**

*For the year ended 31 December 2018*

	Year ended 31 December 2018 <i>RMB</i>	Year ended 31 December 2017 <i>RMB</i>
<b>OPERATING ACTIVITIES</b>		
Payments for purchase of investments	(4,531,366)	(3,073,278)
Proceeds from sale of investments (Note 1)	4,756,594	20,785,361
Dividend income received	294,705	338,120
Interest income received	694	430
Other income received	-	26,212
Management fee paid	(110,422)	(171,656)
Transaction costs paid	(12,671)	(42,332)
Taxation paid	(29,550)	(35,215)
Other operating expenses paid	(233,018)	(336,039)
	<hr/>	<hr/>
<b>Net cash generated from operating activities</b>	134,966	17,491,603
	<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>
<b>FINANCING ACTIVITIES</b>		
Payments on redemption of units (Note 1)	-	(17,642,017)
	<hr/>	<hr/>
<b>Net cash used in financing activities</b>	-	(17,642,017)
	<hr style="border-top: 1px dashed black;"/>	<hr style="border-top: 1px dashed black;"/>
Net increase/(decrease) in cash and cash equivalents	134,966	(150,414)
Cash and cash equivalents at the beginning of the year	85,568	242,552
Effect of foreign exchange rate changes	18,372	(6,570)
	<hr/>	<hr/>
Cash and cash equivalents at the end of the year	238,906	85,568
	<hr style="border-top: 3px double black;"/>	<hr style="border-top: 3px double black;"/>
<b>Analysis of balances of cash and cash equivalents</b>		
Bank balances	238,906	85,568
	<hr style="border-top: 3px double black;"/>	<hr style="border-top: 3px double black;"/>

Note 1: For the year ended 31 December 2018, there was no non-cash transaction. For the year ended 31 December 2017, proceeds from sale of investments has excluded the investments of RMB6,583,183 which was paid by the Sub-Fund from in-kind redemption.

*The accompanying notes form an integral part of these financial statements.*

**CSOP CHINA CSI 300 SMART ETF  
(A SUB-FUND OF CSOP ETF SERIES)**

**NOTES TO THE FINANCIAL STATEMENTS**

**1. GENERAL INFORMATION**

CSOP ETF Series (the “Trust”) is an umbrella unit trust governed by its trust deed dated 25 July 2012, as amended (the “Trust Deed”) and authorised by the Securities and Futures Commission of Hong Kong (the “SFC”) pursuant to Section 104(1) of the Securities and Futures Ordinance. The terms of the Trust Deed are governed by the laws of Hong Kong. As at 31 December 2018, the Trust has seven sub-funds which are CSOP China CSI 300 Smart ETF (the “Sub-Fund”), CSOP FTSE China A50 ETF, CSOP CES China A80 ETF, CSOP SZSE ChiNext ETF, CSOP MSCI China A Inclusion Index ETF (Formerly known as CSOP MSCI China A International ETF), ICBC CSOP S&P New China Sectors ETF and CSOP Hong Kong Dollar Money Market ETF. The sub-funds of the Trust, CSOP MSCI T50 ETF was terminated on 29 June 2018 and CSOP Hong Kong Dollar Money Market ETF was launched on 29 June 2018. The date of inception of the Sub-Fund was 19 October 2015. The Sub-Fund is listed on The Stock Exchange of Hong Kong Limited.

The manager and the trustee of the Sub-Fund are CSOP Asset Management Limited (the “Manager”) and HSBC Institutional Trust Services (Asia) Limited (the “Trustee”) respectively.

The investment objective of the Sub-Fund is to provide investment results that, before deduction of fees and expenses, closely correspond to the performance of the underlying index, namely, CSI 300 Smart Index. In order to achieve the investment objective, the Sub-Fund uses a representative sampling indexing strategy that involves investing in a representative portfolio of securities that collectively has a high correlation with the underlying index.

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

The Sub-Fund obtains exposure to securities issued within the PRC through the RQFII quotas of the Manager and the Stock Connect. The Manager has obtained RQFII status in the PRC and the RQFII quotas have been granted, on behalf of the Sub-Fund. To the extent that the Manager has, on behalf of the Sub-Fund, utilised its entire RQFII quota, the Manager may, subject to any applicable requirements, apply for an increase of the RQFII quota. On the other hand, the Manager actively manages the RQFII quota obtained and may impose limits on creation applications as it considers appropriate.

These financial statements are prepared for the Sub-Fund only. The financial statements for CSOP FTSE China A50 ETF, CSOP CES China A80 ETF, CSOP SZSE ChiNext ETF, CSOP MSCI China A Inclusion Index ETF (Formerly known as CSOP MSCI China A International ETF), ICBC CSOP S&P New China Sectors ETF and CSOP Hong Kong Dollar Money Market ETF have been prepared separately.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**CSOP CHINA CSI 300 SMART ETF  
(A SUB-FUND OF CSOP ETF SERIES)**

**NOTES TO THE FINANCIAL STATEMENTS**

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(a) Basis of preparation**

The financial statements of the Sub-Fund have been prepared in accordance with Hong Kong Financial Reporting Standards (“HKFRS”) issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”). The financial statements have been prepared under the historical cost convention, as modified by the revaluation of investments at fair value through profit or loss.

The preparation of financial statements in conformity with HKFRS requires the use of certain critical accounting estimates. It also requires the Trustee and the Manager (together the “Management”) to exercise their judgment in the process of applying the Sub-Fund’s accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 3.

Standards and amendments to existing standards effective 1 January 2018

HKFRS 9 ‘Financial Instruments’ became effective for annual periods beginning on or after 1 January 2018. It addresses the classification, measurement and derecognition of financial assets and liabilities and replaces the multiple classification and measurement models in HKAS 39.

Classification and measurement of debt assets is driven by the entity’s business model for managing the financial assets and the contractual cash flow characteristics of the financial assets. A debt instrument is measured at amortised cost if the objective of the business model is to hold the financial asset for the collection of the contractual cash flows and the contractual cash flows under the instrument solely represent payments of principal and interest (SPPI). A debt instrument is measured at fair value through other comprehensive income if the objective of the business model is to hold the financial asset both to collect contractual cash flows from SPPI and to sell. All other debt instruments must be recognised at fair value through profit or loss. An entity may however, at initial recognition, irrevocably designate a financial asset as measured at fair value through profit or loss if doing so eliminates or significantly reduces a measurement or recognition inconsistency. Derivative and equity instruments are measured at fair value through profit or loss unless, for equity instruments not held for trading, an irrevocable option is taken to measure at fair value through other comprehensive income. HKFRS 9 also introduces a new expected credit loss (ECL) impairment model.

HKFRS 9 has been adopted retrospectively by the Sub-Fund and did not result in a change to the classification or measurement of financial instruments as outlined in Note 2(b). The Sub-Fund’s investment portfolio continues to be classified as fair value through profit or loss and other financial assets which are held for collection continue to be measured at amortised cost. There was no material impact on adoption from the application of the new impairment model.

HKFRS 15 ‘Revenue from Contracts with Customers’ became effect for annual period beginning on or after 1 January 2018. It addresses the recognition of revenue and replaces HKAS 18 ‘Revenue’ and HKAS 11 ‘Construction Contracts’.

HKFRS 15 has been applied retrospectively by the Sub-Fund. The Sub-Fund does not have revenue from contracts with customers and only incurs gains and income from investments. There was no material impact on the financial statements of the Sub-Fund on adoption of HKFRS 15.

There are no other standards, amendments to standards or interpretations that are effective for annual periods beginning on 1 January 2018 that have a material effect on the financial statements of the Sub-Fund.

**CSOP CHINA CSI 300 SMART ETF  
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**NOTES TO THE FINANCIAL STATEMENTS**

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(a) Basis of preparation (Continued)**

New standards and amendments to standards effective after 1 January 2018 that are relevant to the Sub-Fund but are not yet effective and have not been early adopted by the Sub-Fund

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2018, and have not been early adopted in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Sub-Fund.

**(b) Investments**

**(i) Classification**

The Sub-Fund classifies its investments based on both the Sub-Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Sub-Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The Sub-Fund has not taken the option to irrevocably designate any equity securities as fair value through other comprehensive income. Consequently, all investments are measured at fair value through profit or loss.

**(ii) Recognition/derecognition**

Purchases and sales of investments are accounted for on the trade date basis - the date on which the Sub-Fund commits to purchase or sell the investments. Investments are derecognised when the rights to receive cash flows from the investments have expired or the Sub-Fund has transferred substantially all risks and rewards of ownership.

**(iii) Measurement**

Investments are initially recognised at fair value. Transaction costs are expensed as incurred in the statement of comprehensive income.

Subsequent to initial recognition, all investments are measured at fair value. Realised and unrealised gains and losses on investments are recognised in the statement of comprehensive income in the year in which they arise.

**(iv) Fair value estimation**

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 of financial assets and liabilities traded in active markets (such as publicly traded derivatives and trading securities) are based on quoted market prices at the close of trading on the reporting date. The Sub-Fund utilises the last traded market price for both listed financial assets and liabilities where the last traded price falls within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Management will determine the point within the bid-ask spread that is most representative of fair value.

The fair value of financial assets that are not traded in an active market (for example, over-the-counter derivatives) is determined by using broker quotes or valuation techniques.



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**NOTES TO THE FINANCIAL STATEMENTS**

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(b) Investments (Continued)**

(v) Transfers between levels of the fair value hierarchy

Transfers between levels of the fair value hierarchy are deemed to have occurred at the beginning of the reporting period.

(vi) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the company or the counterparty.

**(c) Amounts due from participating dealers**

Amounts due from participating dealers represent the subscription receivable from the participating dealers at the end of the reporting year. The amounts are non-interest bearing and repayable on demand.

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Sub-Fund shall measure the loss allowance on amounts due from participating dealers at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Sub-Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the participating dealers, probability that the participating dealers will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by Management as any contractual payment which is more than 30 days past due. Any contractual payment which is more than 90 days past due is considered credit impaired.

**(d) Amounts due to participating dealers**

Amounts due to participating dealers represent the redemption payable to the participating dealers at the end of the reporting year. The amounts are non-interest bearing and repayable on demand.

These amounts are recognised initially at fair value and subsequently measured at amortised cost.

**(e) Dividend income and interest income**

Dividend income is recorded on the ex-dividend date with the corresponding foreign withholding taxes recorded as an expense.

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

**CSOP CHINA CSI 300 SMART ETF  
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**NOTES TO THE FINANCIAL STATEMENTS**

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(f) Distributions to unitholders**

Distributions to unitholders are recognised in the statement of changes in net assets attributable to unitholders when they are approved by the Manager.

**(g) Other income/expense**

Other income/expense mainly represents the difference between the proceeds received from/paid to participating dealers and cost of investment purchased/sold.

**(h) Transactions costs**

Transactions costs are costs incurred to acquire/dispose financial assets or liabilities at fair value through profit or loss. They include fees and commissions paid to agents, brokers and dealers. Transactions costs, when incurred, are immediately recognised in the statement of comprehensive income as an expense.

**(i) Expenses**

Expenses are accounted for on an accrual basis.

**(j) Cash and cash equivalents**

Cash and cash equivalents include cash in hand, cash at bank, demand deposits, other short-term highly liquid investments with original maturities of three months or less and bank overdrafts.

**(k) Foreign currencies translation**

Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Sub-Fund operates (the “functional currency”). The Sub-Fund invests in A-Shares and H-Shares in the PRC and Hong Kong and the performance of the Sub-Fund is measured and reported to the unitholders in RMB and HKD respectively. The Manager considers RMB as the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions as majority of the investments are denominated in RMB. The financial statements are presented in RMB, which is the Sub-Fund’s functional and presentation currency.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign currency assets and liabilities are translated into the functional currency using the exchange rate prevailing at the reporting date.

Foreign exchange gains and losses arising from translation are included in the statement of comprehensive income.

Foreign exchange gains and losses relating to the financial assets and liabilities carried at fair value through profit or loss are presented in the statement of comprehensive income within “net gain/(loss) on investments”.

**CSOP CHINA CSI 300 SMART ETF  
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**NOTES TO THE FINANCIAL STATEMENTS**

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(l) Redeemable units**

The Sub-Fund issues redeemable units, which are redeemable at the holder's option. These units represent puttable financial instruments of the Sub-Fund. The Sub-Fund classifies its puttable financial instruments as equity in accordance with HKAS 32 (Amendment), "Financial instruments: Presentation" as those puttable financial instruments meet all the following criteria:

- the puttable financial instruments entitle the holder to a pro-rata share of net asset value;
- the puttable financial instruments are the most subordinated units in issue and unit features are identical;
- there are no contractual obligations to deliver cash or another financial asset; and
- the total expected cash flows from the puttable financial instrument over its life are based substantially on the profit or loss of the Sub-Fund.

Units are issued and redeemed at the holder's option at prices based on the Sub-Fund's net asset value per unit at the time of issue or redemption. The Sub-Fund's net asset value per unit is calculated by dividing the net assets attributable to unitholders with the total number of outstanding units.

In accordance with the Prospectus of the Sub-Fund, investment positions are valued based on the last traded market price for the purpose of determining the net asset value per unit for subscriptions and redemptions of the Sub-Fund.

**(m) Taxation**

The Sub-Fund currently incurs withholding taxes imposed by PRC on investment income. Such income is recorded gross of withholding taxes in the statement of comprehensive income. Withholding taxes are included as taxation in the statement of comprehensive income.

Deferred income tax is provided, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, the deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction that at the time of the transaction affects neither accounting nor taxable profit or loss. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the statement of financial position date and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred income tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred income taxes assets and liabilities relate to income taxes levied by the same taxation authority on either the taxable entity or different taxable entities where there is an intention to settle the balances on a net basis.

**(n) Establishment costs**

Establishment costs are recognised as an expense in the year in which they are incurred.

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**NOTES TO THE FINANCIAL STATEMENTS**

**3. CRITICAL ACCOUNTING ESTIMATES AND ASSUMPTIONS**

The Manager makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. Estimates are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are outlined below.

In preparing these financial statements, the Manager has made certain assumptions and used various estimates concerning the fair value of the securities that are suspended from trading which is dependent on what might happen in the future. The resulting accounting estimates may not equal the related actual results.

**Fair value of securities that are suspended from trading**

As at 31 December 2018 and 2017, there were listed equities which have been suspended for trading mainly due to business restructuring. Management made its judgement in determining the fair values of these investments and involved a higher degree of subjectivity. Management judgement in determining the fair values of the suspended investments includes factors such as the duration of suspension period, the relevant market information and news of the suspended listed equities, the price movement of comparable listed equities/index during the suspension period and, if applicable, the market prices of the suspended listed equities upon resumption of trading after year end.

As at 31 December 2018, the Sub-Fund held two listed equities of RMB25,567, represented 0.24% of the net asset value of the Sub-Fund, were suspended for trading. One of the suspended investments amounted to RMB25,567 was classified as level 2. Such suspended investment held by the Sub-Fund as at 31 December 2018 has resumed trading subsequent to the year ended 31 December 2018. One of the suspended investments with fair value marked down to zero was classified as level 3 as at 31 December 2018.

As at 31 December 2017, the Sub-Fund held ten listed equities of RMB342,234, represented 2.51% of the net asset value of the Sub-Fund, were suspended for trading. Four of the suspended investments amounted to RMB124,437 were classified as level 2. Six of the suspended investments amounted to RMB217,797 were classified as level 3. Eight of the suspended investments held by the Sub-Fund as at 31 December 2017 have resumed trading during the year ended 31 December 2018.

Having considered the factors mentioned above, Management has based on their best estimation and concluded using the latest available price before suspension as the fair value of one investment (2017: eight investments) amounted to RMB25,567 (2017: RMB250,917) as at 31 December 2018. Management has applied appropriate models and assumptions to determine the fair value of one investment (2017: two investments) classified as level 3 held by the Sub-Fund with fair value marked to zero as at 31 December 2018 (2017: RMB91,317). Refer to Note 8(d).

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

The Sub-Fund's capital is represented by the units in the Sub-Fund, and shown as "net assets attributable to unitholders" in the statement of financial position. Subscriptions and redemptions of units during the year are shown in the statement of changes in net assets attributable to unitholders. In order to achieve the investment objectives, the Sub-Fund endeavors to invest its capital in accordance with the investment policies, whilst maintaining sufficient liquidity to meet redemption requests.

**CSOP CHINA CSI 300 SMART ETF  
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**NOTES TO THE FINANCIAL STATEMENTS**

**4. NUMBER OF UNITS IN ISSUE AND NET ASSETS ATTRIBUTABLE TO UNITHOLDERS PER UNIT (Continued)**

In accordance with the provisions of the Trust Deed dated 25 July 2012, as amended, and the Prospectus of the Sub-Fund, investments are stated at the last traded price on the valuation day for the purpose of determining net asset value per unit for subscriptions and redemptions and for various fee calculations.

As stated in Note 2(n), establishment costs are expensed as incurred. However, in accordance with the provisions of the Trust's Prospectus, establishment costs are recognised using the amortisation method.

As stated in Note 2(l), redeemable units of the Sub-Fund are classified as equity and they are carried at the redemption amount that would be payable at the reporting date if the unitholder exercised the right to redeem the units in the Sub-Fund.

The movements of the redeemable units for the years ended 31 December 2018 and 2017 are as follows:

	2018 <i>Units</i>	2017 <i>Units</i>
Number of units in issue at the beginning of the year	1,000,000	3,000,000
Units redeemed	-	(2,000,000)
	<hr/>	<hr/>
Number of units in issue at the end of the year	<u>1,000,000</u>	<u>1,000,000</u>
	<hr/>	<hr/>
	2018 <i>RMB</i>	2017 <i>RMB</i>
Net assets attributable to unitholders per unit as at 31 December (per statement of financial position)	10.5325	13.6647
	<hr/>	<hr/>

**5. NET (LOSS)/GAIN ON INVESTMENTS**

	Year ended 31 December 2018 <i>RMB</i>	Year ended 31 December 2017 <i>RMB</i>
Net change in unrealised gain/loss in value of investments	(2,678,487)	2,705,262
Net realised (loss)/gain on sale of investments	(401,295)	490,930
	<hr/>	<hr/>
	<u>(3,079,782)</u>	<u>3,196,192</u>
	<hr/>	<hr/>

**6. TAXATION**

No provision for Hong Kong profits tax has been made for the Sub-Fund as it was authorised as a collective investment scheme under Section 104 of the Hong Kong Securities and Futures Ordinance and is therefore exempt from profits tax under Section 26A(1A) of the Hong Kong Inland Revenue Ordinance.

PRC tax

The Sub-Fund invests in A-Shares listed in the PRC and is subjected to 10% withholding tax on dividend income derived from A-Shares. Withholding tax was charged on dividend income received from A-Shares during the years ended 31 December 2018 and 2017.

**CSOP CHINA CSI 300 SMART ETF  
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**NOTES TO THE FINANCIAL STATEMENTS**

**6. TAXATION (Continued)**

The taxation of the Sub-Fund for the years ended 31 December 2018 and 2017 represents:

	Year ended 31 December 2018 <i>RMB</i>	Year ended 31 December 2017 <i>RMB</i>
Withholding tax on dividend income	29,509	35,180
Withholding tax on interest income	41	35
Taxation	<u>29,550</u>	<u>35,215</u>

**7. TRANSACTIONS WITH THE TRUSTEE, MANAGER AND CONNECTED PERSONS**

The following is a summary of significant related party transactions and transactions entered into during the year between the Sub-Fund and the Trustee, the Manager and the Connected Persons of the Manager. Connected Persons of the Manager are those as defined in the Code on Unit Trusts and Mutual Funds established by the Securities and Futures Commission of Hong Kong (the “SFC Code”). All transactions entered into during the years ended 31 December 2018 and 2017, between the Sub-Fund and the Manager and its Connected Persons were carried out in the normal course of business and on normal commercial terms. To the best of the Manager’s knowledge, the Sub-Fund does not have any other transactions with the Connected Persons of the Manager except for those disclosed below.

**(a) Management fee**

The Manager is entitled to receive a management fee, currently at the rate of 0.88% per annum of the net asset value of the Sub-Fund, inclusive of Trustee fee and Registrar’s fee, accrued daily and calculated as at each dealing day and payable monthly in arrears.

**(b) Trustee fee and Registrar’s fee**

The Trustee fee and Registrar’s fee are included in the management fee and the Manager will pay the fees of the Trustee and the Registrar out of the management fee. Refer to Note 7(a).

The Trustee fee is inclusive of fees payable to The Hongkong and Shanghai Banking Corporation Limited (the “Custodian”) and HSBC Bank (China) Company Limited (the “PRC Custodian”).

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

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**NOTES TO THE FINANCIAL STATEMENTS**

**7. TRANSACTIONS WITH THE TRUSTEE, MANAGER AND CONNECTED PERSONS (Continued)**

**(c) Financial assets**

The investments and bank balances of the Sub-Fund held with related parties of the Trustee are:

	2018 <i>RMB</i>	2017 <i>RMB</i>
<b>Investments</b>		
The Hongkong and Shanghai Banking Corporation Limited	10,417,197	8,759,624
HSBC Bank (China) Company Limited	40,146	5,002,729
	<u>10,457,343</u>	<u>13,762,353</u>
<b>Bank balances</b>		
The Hongkong and Shanghai Banking Corporation Limited	167,047	34,203
HSBC Bank (China) Company Limited	71,859	51,365
	<u>238,906</u>	<u>85,568</u>

Interest income amounted to RMB694 (2017: RMB433) was earned on these bank balances for the year ended 31 December 2018.

As at 31 December 2018, the Sub-Fund invests in Huatai Securities Co Ltd, a connected person of the Manager, of RMB56,640 (2017: RMB67,442).

**8. FINANCIAL RISK MANAGEMENT**

The objective of the Sub-Fund is to provide investment results that, before fees and expenses, closely correspond to the performance of the CSI 300 Smart Index. The Sub-Fund's activities may expose it to a variety of risks including but not limited to market risk (including market price risk, interest rate risk and currency risk), credit and counterparty risk and liquidity risk which are associated with the markets in which the Sub-Fund invests.

The following is a summary of the main risks and risk management policies.

**(a) Market risk**

**(i) Market price risk**

Market price risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual instrument or factors affecting all instruments in the market.

The Sub-Fund is designated to track the performance of the CSI 300 Smart Index, therefore the exposures to market risk in the Sub-Fund will be substantially the same as the tracked index. The Manager manages the Sub-Fund's exposures to market risk by ensuring that the key characteristics of the portfolio, such as security weight and industry weight, are closely aligned with the characteristics of the tracked index.

**CSOP CHINA CSI 300 SMART ETF  
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**NOTES TO THE FINANCIAL STATEMENTS**

**8. FINANCIAL RISK MANAGEMENT (Continued)**

**(a) Market risk (Continued)**

**(i) Market price risk (Continued)**

As at 31 December 2018 and 2017, the Sub-Fund's investments were concentrated in the following locations and industries:

	2018		2017	
	Fair value <i>RMB</i>	% of net asset value	Fair value <i>RMB</i>	% of net asset value
Listed equities – by geographical region				
Hong Kong	3,890,214	36.94	4,796,408	35.10
PRC	6,567,129	62.35	8,965,945	65.61
	10,457,343	99.29	13,762,353	100.71
Listed equities – by industry				
Basic materials	658,830	6.25	978,005	7.16
Consumer goods	1,815,914	17.24	2,294,893	16.79
Consumer services	463,718	4.40	683,869	5.00
Financials	4,239,942	40.26	5,312,773	38.88
Health Care	585,305	5.56	719,489	5.26
Industrials	1,653,442	15.70	2,305,027	16.87
Oil & gas	164,116	1.56	228,954	1.68
Technology	503,901	4.78	806,861	5.90
Telecommunications	54,285	0.52	66,465	0.49
Utilities	317,890	3.02	366,017	2.68
	10,457,343	99.29	13,762,353	100.71

The Sub-Fund held 247 out of 300 (2017: 282 out of 300) constituents comprising the CSI 300 Smart Index in the investment portfolio. The Sub-Fund is therefore exposed to substantially the same market price risk as the CSI 300 Smart Index.

Sensitivity analysis in the event of a possible change in the index by 10% as estimated by the Manager

As at 31 December 2018, if the CSI 300 Smart Index were to increase by 10% (2017: 10%) with all other variables held constant, this would increase the operating profit for the year by approximately RMB995,187 (2017: RMB1,310,486). Conversely, if the CSI 300 Smart Index were to decrease by 10% (2017: 10%), this would decrease the operating profit for the year by an equal amount.



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**NOTES TO THE FINANCIAL STATEMENTS**

**8. FINANCIAL RISK MANAGEMENT (Continued)**

**(a) Market risk (Continued)**

**(ii) Interest rate risk**

Interest rate risk arises from the effects of fluctuations in the prevailing levels of market interest rates on the fair value of financial assets and liabilities and future cash flow.

As at 31 December 2018 and 2017, interest rate risk arises only from bank balances. As the bank balances held by the Sub-Fund is short term in nature and interest arising from these interest bearing assets are immaterial, the Manager considers that changes in their fair value and future cash flows in the event of a change in market interest rates will not be material. As a result, the Manager considers sensitivity analysis of interest rate risk is not necessary to be presented.

**(iii) Currency risk**

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

The Sub-Fund has assets and liabilities denominated in currencies other than RMB, the functional currency of the Sub-Fund. The Sub-Fund is therefore exposed to currency risk as the value of the assets and liabilities denominated in other currencies will fluctuate due to change in exchange rates.

The table below summarises the Sub-Fund's monetary exposure to currency risks:

	As at 31 December 2018		As at 31 December 2017	
	Monetary <i>RMB</i>	Non- monetary <i>RMB</i>	Monetary <i>RMB</i>	Non- monetary <i>RMB</i>
Hong Kong Dollar	120,102	3,890,214	21,980	4,796,408

The following table shows the approximate changes in the Sub-fund's net assets in response to a reasonable possible change in the HKD exchange rates at 31 December, with all other variables held constant.

	Change 2018	Impact on net assets 2018 <i>RMB</i>	Change 2017	Impact on net assets 2017 <i>RMB</i>
HKD	+/- 5%	200,516	+/- 5%	240,919

**CSOP CHINA CSI 300 SMART ETF  
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**NOTES TO THE FINANCIAL STATEMENTS**

**8. FINANCIAL RISK MANAGEMENT (Continued)**

**(b) Credit and counterparty risk**

Credit and counterparty risk is the risk that an issuer or counterparty will be unable or unwilling to meet a commitment that it has entered into with the Sub-Fund.

The Sub-Fund limits its exposure to credit and counterparty risk by carrying out the majority of its investment transactions and contractual commitment activities with well-established broker-dealers, banks and regulated exchanges with high credit ratings.

All transactions in listed securities are settled or paid for upon delivery using approved and reputable brokers. In addition, the Sub-Fund places bank balances with reputable financial institutions. As such, the Manager does not consider the Sub-Fund to be exposed to significant credit and counterparty risk.

As at 31 December 2018, the Sub-Fund placed bank balances of RMB167,047 (2017: RMB34,203) and investments of RMB10,417,197 (2017: RMB8,759,624) with The Hongkong and Shanghai Banking Corporation Limited (“HSBC”), which is the custodian of the Sub-Fund. The S&P credit rating of HSBC is A (2017: A).

As at 31 December 2018, the Sub-Fund placed bank balances of RMB71,859 (2017: RMB51,365) and investments of RMB40,146 (2017: RMB5,002,729) with HSBC Bank (China) Company Limited (“HSBC China”), which is the PRC custodian of the Sub-Fund. The Moody’s credit rating of HSBC China is A1 (2017: A1).

The Sub-Fund measures credit risk and expected credit losses using probability of default, exposure at default and loss given default. Management consider both historical analysis and forward looking information in determining any expected credit loss. As at 31 December 2018 and 31 December 2017, deposit reserve, interest receivable, prepayments and bank balances are held with counterparties with high credit ratings and are due to be settled within 1 month. Management consider the probability of default to be close to zero as the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised based on 12-month expected credit losses as any such impairment would be wholly insignificant to the Sub-Fund.

The maximum exposure to credit risk as at 31 December 2018 and 2017 is the carrying amount of the financial assets as shown on the statement of financial position.

**(c) Liquidity risk**

Liquidity risk is the risk that the Sub-Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

The Sub-Fund is exposed to daily redemptions of units in the Sub-Fund. The Sub-Fund invests the majority of its assets in securities that are traded in an active market which can be readily disposed of.

The table below analyses the Sub-Fund’s financial liabilities into relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

**CSOP CHINA CSI 300 SMART ETF  
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**NOTES TO THE FINANCIAL STATEMENTS**

**8. FINANCIAL RISK MANAGEMENT (Continued)**

**(c) Liquidity risk (Continued)**

	Less than 1 month <i>RMB</i>	1 month to less than 3 months <i>RMB</i>	Over 3 months <i>RMB</i>	Total <i>RMB</i>
<b>As at 31 December 2018</b>				
Management fee payable	8,037	-	-	8,037
Other accounts payable	13,645	2,050	154,004	169,699
<b>Contractual cash outflow</b>	<u>21,682</u>	<u>2,050</u>	<u>154,004</u>	<u>177,736</u>
<b>As at 31 December 2017</b>				
Management fee payable	9,993	-	-	9,993
Other accounts payable	18,101	-	169,138	187,239
<b>Contractual cash outflow</b>	<u>28,094</u>	<u>-</u>	<u>169,138</u>	<u>197,232</u>

Units are redeemed on demand at the unitholder's option. As at 31 December 2018, there was one (2017: one) unitholder holding more than 10% of the Sub-Fund's units.

The Sub-Fund manages its liquidity risk by investing in securities that it expects to be able to liquidate within 7 days or less. The following table illustrates the expected liquidity of assets held:

	Less than 1 month <i>RMB</i>	1 to 12 months <i>RMB</i>	No stated maturity <i>RMB</i>	Total <i>RMB</i>
<b>As at 31 December 2018</b>				
Total assets	<u>10,696,249</u>	<u>10</u>	<u>14,000</u>	<u>10,710,259</u>
<b>As at 31 December 2017</b>				
Total assets	<u>13,532,835</u>	<u>10</u>	<u>329,102</u>	<u>13,861,947</u>

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**NOTES TO THE FINANCIAL STATEMENTS**

**8. FINANCIAL RISK MANAGEMENT (Continued)**

**(d) Fair value estimation**

The Sub-Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities that the Sub-Fund can access at the measurement date (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgment, considering factors specific to the asset or liability.

The determination of what constitutes “observable” requires significant judgment by the Sub-Fund. The Sub-Fund considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

The following table analyses within the fair value hierarchy the Sub-Fund’s financial assets (by class) measured at fair value at 31 December 2018 and 2017:

	Level 1 <i>RMB</i>	Level 2 <i>RMB</i>	Level 3 <i>RMB</i>	Total <i>RMB</i>
<b>As at 31 December 2018</b>				
<b>Assets</b>				
Investments				
- Equity securities	10,431,776	25,567	-	10,457,343
<b>Total assets</b>	<u>10,431,776</u>	<u>25,567</u>	<u>-</u>	<u>10,457,343</u>
<b>As at 31 December 2017</b>				
<b>Assets</b>				
Investments				
- Equity securities	13,420,119	124,437	217,797	13,762,353
<b>Total assets</b>	<u>13,420,119</u>	<u>124,437</u>	<u>217,797</u>	<u>13,762,353</u>

Investments whose values are based on quoted market prices in active markets, and therefore classified within level 1, include active listed equities. The Sub-Fund does not adjust the quoted price for these instruments.

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within level 2. Management has used best estimation and assessed all available information and considers that the last traded price is the best estimation of the fair value of level 2 investments as at 31 December 2018 and 2017.

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**NOTES TO THE FINANCIAL STATEMENTS**

**8. FINANCIAL RISK MANAGEMENT (Continued)**

**(d) Fair value estimation (Continued)**

As at 31 December 2018, two listed equity investments held by the Sub-Fund amounted to RMB25,567 represented 0.24% of the net asset value of the Sub-Fund, were suspended for trading and all were due to their business restructuring. One of the suspended investments amounted to RMB25,567 was classified as level 2. Such suspended investment as at 31 December 2018 has resumed trading subsequent to the year ended 31 December 2018. One of the suspended investments with fair value marked down to zero was classified as level 3.

As at 31 December 2017, ten listed equity investments held by the Sub-Fund amounted to RMB342,234 represented 2.51% of the net asset value of the Sub-Fund, were suspended for trading and all were due to their business restructuring. Four of the suspended investments amounted to RMB124,437 were classified as level 2 and six of the suspended investments amounted to RMB217,797 were classified as level 3. Eight of the suspended investments as at 31 December 2017 have resumed trading during the year ended 31 December 2018.

Investments classified within level 3 have significant unobservable inputs, as they trade infrequently or do not trade.

During the year ended 31 December 2018, the equity investments of RMB124,437 have been transferred from level 2 to level 1 related to securities which were suspended for trading as at 31 December 2017 and have resumed trading during the year ended 31 December 2018.

During the year ended 31 December 2017, the suspended equity investments of RMB124,437 have been transferred from level 1 to level 2 and classified as level 2 investment as at 31 December 2017.

Transfers between levels of the fair value hierarchy are deemed to have occurred at the beginning of the reporting year.

The following table presents the movements in level 3 investments of the Sub-Fund for the year ended 31 December 2018:

	31 December 2018 <i>RMB</i>	31 December 2017 <i>RMB</i>
Opening balance	217,797	67,814
Transfer from level 1 to level 3	-	103,106
Transfer from level 2 to level 3	-	145,975
Transfer from level 3 to level 1	(127,887)	(67,814)
Transfer from level 3 to level 2	(25,725)	-
Net losses recognised in statement of comprehensive income	(64,185)	(31,284)
Closing balance	<u>-</u>	<u>217,797</u>
Change in unrealised gains or losses for level 3 assets held at year end and included in the statement of comprehensive income at the end of the year	<u>(64,185)</u>	<u>(31,284)</u>

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**NOTES TO THE FINANCIAL STATEMENTS**

**8. FINANCIAL RISK MANAGEMENT (Continued)**

**(d) Fair value estimation (Continued)**

The following table presents a level 3 investment of the Sub-Fund as at 31 December 2018 and 2017:

**As at 31 December 2018**

<u>Type of security</u>	<u>Reason for suspension</u>	<u>% of NAV</u>
Listed equity	Business restructuring	0.00%

**As at 31 December 2017**

<u>Type of security</u>	<u>Reason for suspension</u>	<u>% of NAV</u>
Listed equity	Business restructuring	1.59%

The assets and liabilities included in the statement of financial position, other than investments, are carried at amortised cost; their carrying value are approximation of fair value. There are no other assets and liabilities not carried at fair value but for which fair value is disclosed.

**(e) Capital risk management**

The Sub-Fund's capital is represented by the redeemable units outstanding. The Sub-Fund's objective is to provide investment results that correspond generally to the performance of the respective index. The Manager may:

- Redeem and issue new units on a daily basis in accordance with the constitutive documents of the Sub-Fund;
- Exercise discretion when determining the amount of distributions of the Sub-Fund to the unitholders; and
- Suspend the creation and redemption of units under certain circumstance as currently disclosed in the Prospectus of the Sub-Fund.

**9. FINANCIAL INSTRUMENTS BY CATEGORY**

As of 31 December 2018 and 2017, other than investments as disclosed in the financial statements which are classified as financial assets at fair value through profit or loss, all financial assets including deposit reserve, interest receivable, prepayments and bank balances are categorised as and carried at amortised cost. All the financial liabilities of the Sub-Fund are carried at amortised cost.

The carrying value of the financial assets and liabilities are considered by the Manager to approximate their fair value as they are short term in nature and the effect of discounting is immaterial.

**10. INVESTMENT LIMITATION AND PROHIBITIONS UNDER THE SFC CODE**

The SFC Code allows the Sub-Fund to invest in constituent securities issued by a single issuer for more than 10% of the Sub-Fund's net asset value provided that the investment is limited to any constituent securities that each accounts for more than 10% of the weighting of the Index and the Sub-Fund's holding of any such constituent securities may not exceed their respective weightings in the Index (except as a result of changes in the composition of the Index and the excess is transitional and temporary in nature).

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**NOTES TO THE FINANCIAL STATEMENTS**

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

The Manager and the Trustee have confirmed that the Sub-Fund has complied with this limit during the years ended 31 December 2018 and 2017.

There were no constituent securities that individually accounted for more than 10% of the net asset value of the Sub-Fund and their respective weightings of the CSI 300 Smart Index as at 31 December 2018 (2017: Nil).

During the year ended 31 December 2018, the CSI 300 Smart Index decreased by 21.28% (2017: increased by 22.52%) while the net asset value per unit of Sub-Fund decreased by 22.92% (2017: increased by 17.89%).

**11. SOFT COMMISSION ARRANGEMENT**

The Manager has entered into soft commission arrangements since 6 January 2016 with some brokers under which certain goods and services used to support investment decision making are obtained from third parties and are paid for by the brokers in consideration of transactions of the Sub-Fund directed to the brokers. These may include, for example, research and advisory services; economic and political analysis; portfolio analysis, including valuation and performance measurement; market analysis, data and quotation services; clearing, registrar and custodial services and investment-related publication; computer hardware and software incidental to the above goods and services.

**12. SEGMENT INFORMATION**

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

The Manager considers that the Sub-Fund has a single operating segment which is investing in securities. The investment objective of the Sub-Fund is to provide investment results that, before deduction of fees and expenses, closely correspond to the performance of the underlying index, namely CSI 300 Smart Index. In order to achieve the investment objective, the Sub-Fund uses a representative sampling indexing strategy that involves investing in a representative portfolio of securities that collectively has a high correlation with the underlying index.

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

The Sub-Fund is domiciled in Hong Kong. The Sub-Fund's income is derived from investments in PRC and Hong Kong securities which constitute CSI 300 Smart Index, the tracked index.

The total of non-current assets of the Sub-Fund located in PRC is RMB14,000 (2017: RMB14,000) as at 31 December 2018. The Sub-Fund has no other assets classified as non-current assets. As at 31 December 2018 and 2017, the Sub-Fund has a diversified portfolio of investments and no single investment accounts for more than 10% of the Sub-Fund's net asset value (2017: Nil).

**13. APPROVAL OF FINANCIAL STATEMENTS**

The financial statements were approved by the Trustee and the Manager on 29 April 2019.

**CSOP CHINA CSI 300 SMART ETF  
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**INVESTMENT PORTFOLIO (Unaudited)**

*As at 31 December 2018*

	Holdings	Fair value RMB	% of net assets
<b>Investments (99.29%)</b>			
<b>Listed Equities (99.29%)</b>			
<b>China (62.35%)</b>			
AECC AVIATION POWER CO LTD A SHS ORD CNY1	1,000	21,720	0.21
AIER EYE HOSPITAL GROUP CO A SHARE ORD CNY1	1,100	28,930	0.27
AISINO CO LTD ORD CNY 1 CC	1,400	32,046	0.30
ANGANG STEEL CO LTD A SHRS ORD CNY1 SZHK	2,200	11,286	0.11
ANHUI CONCH CEMENT CO LTD ORD CNY1	2,300	67,344	0.64
ANXIN TRUST CO LTD A SHS ORD CNY1	2,600	11,362	0.11
AVIC AIRCRAFT CO LTD A SHR ORD CNY1	1,600	21,184	0.20
AVIC CAPITAL CO LTD ORD CNY1	5,400	22,896	0.22
AVIC JONHON OPTRONIC TECH CO LTD ORD CNY1 SZHK	400	13,472	0.13
AVIC SHENYANG AIRCRAFT CO LTD ORD CNY1 CC	500	13,855	0.13
BANK OF BEIJING CO LTD ORD CNY1	16,788	94,181	0.89
BANK OF GUIYANG CO LTD ORD CNY1 CC	900	9,612	0.09
BANK OF HANGZHOU CO LTD ORD CNY1 CC	2,400	17,760	0.17
BANK OF JIANGSU CO LTD A SHRS CNY1	8,100	48,357	0.46
BANK OF NANJING CO LTD ORD CNY1	6,160	39,793	0.38
BANK OF NINGBO CO LTD A SHR ORD CNY1	3,000	48,660	0.46
BANK OF SHANGHAI CO LTD ORD CNY1 CC	6,440	72,064	0.68
BAOSHAN IRON & STEEL CO ORD CNY1	10,212	66,378	0.63
BEIJING ENLIGHT MEDIA CO LTD A SHR ORD CNY1	1,000	7,600	0.07
BEIJING NEW BUILDING MATERIALS PLC ORD CNY1 SZHK	1,000	13,760	0.13
BEIJING ORIENTAL YUHONG WATER PROOF TECHNOLOGY CO LTD ORD CNY1 SZHK	1,000	12,950	0.12
BEIJING ORIGINWATER TECHNOLOGY CO LTD A SHR ORD CNY1	2,200	17,160	0.16
BEIJING SHIJI INFORMATION TECHNOLOGY CO LTD A SHR ORD CNY1	400	10,384	0.10
BEIJING SJ ENVIRONMENTAL PROTECTION AND NEW MATERIAL CO LTD A SHS	1,400	13,776	0.13
BEIJING TONGRENTANG CO CL A ORD CNY1	600	16,500	0.16
BEIJING XINWEI TECHNOLOGY GROUP CO LTD A SHRS ORD CNY1	6,387	-	-
BOE TECHNOLOGY GR CO LTD A SHS ORD CNY1	27,900	73,377	0.70
CHANGJIANG SECURITIES CO LTD A SHS ORD CNY1	4,500	23,175	0.22
CHAOZHOU THREE-CIRCLE GROUP CO LTD ORD CNY1 SZHK	1,200	20,304	0.19
CHINA AVIC AVIONICS EQUIPMENT CO LTD ORD CNY1 CC	700	9,086	0.09
CHINA FILM CO LTD ORD CNY1 CC	700	10,024	0.10
CHINA FORTUNE LAND DEVELOP ORD CNY 1 CC	2,000	50,900	0.48
CHINA GEZHOUBA GROUP CO LT ORD CNY 1 CC	3,400	21,488	0.20
CHINA GRAND AUTOMOTIVE SERVICES CO A SHS ORD CNY1	2,660	10,800	0.10
CHINA INTERNATIONAL TRAVEL SERVICE CORP LTD A SHS ORD CNY1	1,100	66,220	0.63
CHINA JUSHI CO LTD A SHRS ORD CNY 1 CC	2,500	24,175	0.23



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**INVESTMENT PORTFOLIO (Unaudited) (Continued)**

*As at 31 December 2018*

	Holdings	Fair value RMB	% of net assets
<b>Investments (99.29%) (Continued)</b>			
<b>Listed equities (99.29%) (Continued)</b>			
<b>China (62.35%) (Continued)</b>			
CHINA MERCHANTS SHEKOU INDUSTRIAL ZONE CO LTD ORD CNY1	2,800	48,580	0.46
CHINA NATIONAL CHEMICAL ENGINEERING CO LTD A SHS ORD NPV	2,300	12,328	0.12
CHINA NATIONAL NUCLEAR POWER CO LTD CHINA CONNECT ORD CNY1	5,600	29,512	0.28
CHINA NORTHERN RARE EARTH (GROUP) HIGH-TECH CO LTD A SHR ORD CNY1	2,600	22,802	0.22
CHINA NUCLEAR ENGINEERING CORP LTD A SHRS ORD CNY1	600	3,918	0.04
CHINA SHIPBUILDING INDUSTRY CO LTD ORD CNY1	11,000	46,750	0.44
CHINA SHIPBUILDING INDUSTRY GROUP POWER CO LRD ORD CNY1	1,000	22,270	0.21
CHINA SPACESAT CO LTD ORD CNY 1 CC	700	12,124	0.12
CHINA STATE CONSTRUCTION ORD CNY1	24,220	138,054	1.31
CHINA UNITED NETWORK ORD CNY1	10,500	54,285	0.52
CHINA YANGTZE POWER CO LTD ORD CNY1	7,600	120,688	1.15
CHONGQING CHANGAN AUTOMOBILE CO LTD A SHR ORD CNY1	2,300	15,157	0.14
CHONGQING ZHIFEI BIOLOGICAL PRODUCT CO LTD A SHRS ORD CNY1	600	23,256	0.22
CITIC GUOAN INFORMATION INDUSTRY CO A SHS	3,200	10,784	0.10
DAQIN RAILWAY CO LTD ORD CNY1	7,200	59,256	0.56
DHC SOFTWARE CO LTD A SHS ORD CNY1	2,200	15,290	0.15
DONGXING SECURITIES CO LTD ORD CNY1 CC	1,400	13,384	0.13
DONGXU OPTOELECTRONIC TECH-A SHRS ORD CNY1	4,500	20,250	0.19
EAST MONEY INFORMATION CO LTD A SHR ORD CNY1	4,200	50,820	0.48
FANGDA CARBON NEW MATERIAL CO LTD ORD CNY 1 CC	1,300	21,723	0.21
FIBERHOME TELECOM TECH CO ORD CNY1	600	17,082	0.16
FIRST CAPITAL SECURITIES COMPANY LTD A SHS ORD CNY1	2,400	13,008	0.12
FOSHAN HAITIAN FLAVOURING & FOOD CO LTD ORD CNY1 CC	1,000	68,800	0.65
FOUNDER SECURITIES CO LTD ORD CNY1	5,000	26,550	0.25
FOXCONN INDUSTRIAL INTERNET CO LTD ORD CNY1 CC	1,300	15,067	0.14
FUTURE LAND HOLDINGS CO LTD A SHRS ORD CNY1	1,000	23,690	0.22
FUYAO GROUP GLASS INDUSTRIES CO LTD A SHR ORD CNY1	1,700	38,726	0.37
GD POWER DEVELOPMENT CO ORD CNY1	14,600	37,376	0.35
GEMDALE CORP A SHR ORD CNY1	2,700	25,974	0.25
GIANT NETWORK GROUP CO LTD A SHRS ORD CNY1	700	13,559	0.13
GIGADEVICE SEMICONDUCTOR BEIJING INC ORD CNY1 CC	200	12,464	0.12
GOERTEK INC A SHS ORD CNY1	2,300	15,824	0.15

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**INVESTMENT PORTFOLIO (Unaudited) (Continued)**

*As at 31 December 2018*

	Holdings	Fair value RMB	% of net assets
<b>Investments (99.29%) (Continued)</b>			
<b>Listed equities (99.29%) (Continued)</b>			
<b>China (62.35%) (Continued)</b>			
GREE ELECTRIC APPLIANCES INC OF ZHUHAI A SHS ORD CNY1	5,600	199,864	1.90
GREENLAND HOLDINGS CORP LTD ORD CNY1	4,400	26,884	0.26
GUANGZHOU PORT CO LTD ORD CNY1 CC	2,200	8,712	0.08
GUOSEN SECURITIES CO LTD A SHRS	2,900	24,273	0.23
GUOYUAN SECURITIES CO LTD A SHS ORD CNY1	2,400	16,752	0.16
HAINAN AIRLINES CO ORD CNY1	8,100	15,228	0.14
HANGZHOU HIKVISION DIGITAL TECHNOLOGY CO LTD A SHS ORD NPV	4,400	113,344	1.08
HANGZHOU ROBAM APPLIANCES COMPANY LIMITED A SHS ORD CNY1	600	12,114	0.11
HAN'S LASER TECHNOLOGY INDUSTRY GROUP CO LTD ORD CNY1	1,000	30,360	0.29
HBIS COMPANY LIMITED ORD CNY1 SZHK	4,800	13,632	0.13
HEDY HOLDING CO LTD A SHS ORD CNY1	8,600	45,064	0.43
HENAN SHUANGHUI INVESTMENT & DEVELOPMENT CO LTD A SHR ORD CNY1	1,200	28,308	0.27
HENG TONG OPTIC-ELECTRIC CO LTD ORD CNY1 CC	1,600	27,280	0.26
HENGYI PETROCHEMICAL CO LTD ORD CNY1 SZHK	1,300	14,976	0.14
HITHINK FLUSH INFORMATION NETWORK CO LTD A SHS ORD CNY1	300	11,460	0.11
HLA CORP LTD ORD CNY1 CC	2,100	17,808	0.17
HUAAN SECURITIES CO LTD ORD CNY1 CC	1,300	6,136	0.06
HUADONG MEDICINE CO LTD A ORD CNY1	900	23,814	0.23
HUALAN BIOLOGICAL ENGINEERING INC A SHR ORD CNY1	700	22,960	0.22
HUAXIA BANK CO LTD ORD CNY1	7,420	54,834	0.52
HUAYU AUTOMOTIVE SYSTEMS CO LTD A SHR ORD CNY1	1,900	34,960	0.33
HUBEI HONGCHENG GENERAL MACHINERY CO LTD ORD CNY 1 CC	400	13,412	0.13
HUNDSUN TECHNOLOGIES INC ORD CNY1	600	31,188	0.30
IFLYTEK CO LTD A SHS ORD CNY1	1,650	40,656	0.39
INDUSTRIAL BANK CO LTD ORD CNY1	14,400	215,136	2.04
INDUSTRIAL SECURITIES CO ORD CNY1	5,300	24,592	0.23
INNER MONGOLIA JUNZHENG ENERGY AND CHEMICAL GROUP CO LTD ORD CNY1 CC	4,200	11,004	0.10
INNER MONGOLIA YILI INDUS ORD CNY1	7,000	160,160	1.52
INNER MONGOLIAN BAOTOU STEEL UNION CO LTD A SHR ORD CNY1	16,200	23,976	0.23
JIANGSU BICON PHARMACEUTICAL LISTED CO ORD CNY1 SZHK	400	8,432	0.08
JIANGSU HENGRUI MEDICINE C ORD CNY1	2,500	131,875	1.25

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**INVESTMENT PORTFOLIO (Unaudited) (Continued)**

*As at 31 December 2018*

	Holdings	Fair value RMB	% of net assets
<b>Investments (99.29%) (Continued)</b>			
<b>Listed equities (99.29%) (Continued)</b>			
<b>China (62.35%) (Continued)</b>			
JIANGSU YANGHE BREWERY JOINT-STOCK CO LTD A SHS ORD CNY1	800	75,776	0.72
JIANGSU ZHONGTIAN TECHNOLO ORD CNY 1 CC	2,700	22,005	0.21
KANGMEI PHARMACEUTICAL CO ORD CNY1	3,400	31,314	0.30
KWEICHOW MOUTAI CO LTD ORD CNY1	600	354,006	3.36
LEPU MEDICAL TECHNOLOGY A SHRS CNY1	1,300	27,053	0.26
LIAONING CHENG DA CO LTD ORD CNY 1	1,500	15,690	0.15
LONGI GREEN ENERGY TECHNOLOGY-A A SHRS ORD CNY1	2,400	41,856	0.40
LUXSHARE PRECISION INDUSTRY CO LTD A SHS ORD CNY1	2,900	40,774	0.39
LUZHOU LAOJIAO CO LTD A SHR ORD CNY1	900	36,594	0.35
MEINIAN ONEHEALTH HEALTHCARE HOLDINGS CO LTD A SHRS ORD CNY1	1,560	23,322	0.22
MIDEA GROUP CO LTD A SHRS ORD CNY1	5,400	199,044	1.89
MUYUAN FOODSTUFF CO LTD A SHS ORD CNY1	700	20,125	0.19
NARI TECHNOLOGY DEVELOPMENT LTD A SHR ORD CNY1	2,200	40,766	0.39
NEW HOPE LIUHE CO LTD A SHR ORD CNY1	2,500	18,200	0.17
NINGBO ZHOUSHAN PORT CO LTD ORD CNY 1 CC	4,900	16,366	0.16
OFFSHORE OIL ENGINEERING CO LTD A SHRS ORD CNY1	2,700	13,230	0.13
O-FILM TECH CO LTD A SHRS ORD CNY1	2,200	20,218	0.19
PERFECT WORLD CO LTD A ORD CNY1	500	13,925	0.13
PING AN BANK CO LTD A SHR ORD CNY1	10,000	93,800	0.89
POLY REAL ESTATE GROUP CO ORD CNY1	8,200	96,678	0.92
POWER CONSTRUCTION CORP OF ORD CNY1	5,500	26,730	0.25
QINGDAO HAIER CO LTD ORD CNY1	3,700	51,245	0.49
RISESUN REAL ESTATE DEVELOPMENT CO LTD A SHR ORD CNY1	2,000	15,900	0.15
RONGSHENG PETRO CHEMICAL CO LTD A SHS ORD CNY1 SZHK	1,500	15,135	0.14
S F HOLDING CO LTD A SHRS ORD CNY1 SZHK	300	9,825	0.09
SAIC MOTOR CORP LTD ORD CNY1	4,000	106,680	1.01
SANAN OPTOELECTRONICS CO LTD A SHS ORD CNY1	3,000	33,930	0.32
SANY HEAVY INDUSTRY CO LTD ORD CNY1	6,200	51,708	0.49
SDIC CAPITAL CO LTD ORD CNY1 CC	1,000	8,990	0.09
SDIC POWER HOLDINGS CO LTD A SHS ORD CNY1	4,800	38,640	0.37
SEARAINBOW HOLDING CORP A SHR ORD CNY1	800	12,704	0.12
SHAANXI COAL INDUSTRY CO L - A SHRS ORD CNY1	4,700	34,968	0.33
SHANDONG BUCHANG PHARMACEUTICALS CO LTD ORD CNY1 CC	520	13,146	0.12
SHANDONG DONG-E E-JIAO CO LTD A SHR ORD CNY1	500	19,775	0.19
SHANDONG GOLD MINING CO LT ORD CNY 1 CC	900	27,225	0.26

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**INVESTMENT PORTFOLIO (Unaudited) (Continued)**

*As at 31 December 2018*

	Holdings	Fair value RMB	% of net assets
<b>Investments (99.29%) (Continued)</b>			
<b>Listed equities (99.29%) (Continued)</b>			
<b>China (62.35%) (Continued)</b>			
SHANDONG NANSHAN ALUMINUM CO LTD A SHR ORD CNY1	6,600	13,926	0.13
SHANGHAI CONSTRUCTION CO ORD CNY1	5,391	16,335	0.16
SHANGHAI INTERNATIONAL AIRPORT CO LTD A SHR ORD CNY1	1,100	55,836	0.53
SHANGHAI INTERNATIONAL POR ORD CNY1	4,000	20,720	0.20
SHANGHAI ORIENTAL PEARL MEDIA CO LTD ORD CNY1	2,080	21,299	0.20
SHANGHAI PUDONG DEVELOPMENT BANK ORD CNY1	13,680	134,064	1.27
SHANGHAI RAAS BLOOD PRODUCTS CO LTD A SHR ORD CNY1	1,820	14,578	0.14
SHANGHAI WANGSU SCIENCE & TECHNOLOGY CO LTD A SHARE ORD CNY1	1,700	13,311	0.13
SHANXI XINGHUACUN FEN WINE FACTORY CO LTD ORD CNY 1 CC	300	10,515	0.10
SHENWAN HONGYUAN GROUP CO LTD A SHRS ORD CNY1	7,900	32,153	0.31
SHENZHEN INOVANCE TECHNOLOGY CO LTD A SHR ORD CNY1	1,200	24,168	0.23
SHENZHEN OVERSEAS CHINESE TOWN CO LTD A SHR ORD CNY1	3,800	24,130	0.23
SHENZHEN SALUBRIS PHARMACEUTICALS A ORD CNY1	500	10,445	0.10
SHENZHEN SUNWAY COMMUNICATION CO LTD ORD CNY1	900	19,449	0.18
SIASUN ROBOT & AUTOMATION CO LTD A SHR ORD CNY1	1,300	17,186	0.16
SICHUAN CHUANTOU ENERGY CO ORD CNY1	2,800	24,276	0.23
SINOLINK SECURITIES CO LTD ORD CNY1	2,600	18,616	0.18
SONGCHENG PERFORMANCE DEVELOPMENT CO LTD A SHRS ORD CNY1	900	19,215	0.18
SOOCHOW SECURITIES CO LTD ORD CNY1	2,900	19,430	0.18
SOUFEIYA HOME COLLECTION CO LTD A SHRS ORD CNY1	800	13,400	0.13
SUNING COMMERCE GROUP CO LTD A SHR ORD CNY1	4,400	43,340	0.41
SUZHOU GOLD MANTIS CONSTRUCTIONS SHS A ORD CNY1	1,900	15,390	0.15
TASLY PHARMACEUTICAL GROUP ORD CNY 1 CC	1,120	21,504	0.20
TBEA CO LTD ORD CNY 1 CC	4,600	31,234	0.30
TCL CORP A SHR ORD CNY1	12,700	31,115	0.30
TIANQI LITHIUM INDUSTRIES INC A SHS ORD CNY1 SZHK	800	23,456	0.22
TONGHUA DONGBAO PHARMACEUTICAL CO LTD ORD CNY 1 CC	1,700	23,630	0.22

**CSOP CHINA CSI 300 SMART ETF  
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**INVESTMENT PORTFOLIO (Unaudited) (Continued)**

As at 31 December 2018

	Holdings	Fair value RMB	% of net assets
<b>Investments (99.29%) (Continued)</b>			
<b>Listed equities (99.29%) (Continued)</b>			
<b>China (62.35%) (Continued)</b>			
TONGLING NONFERROUS METALS GROUP CO LTD A SHR ORD CNY1	7,400	14,578	0.14
TONGWEI CO LTD ORD CNY 1 CC	2,200	18,216	0.17
TSINGHUA TONGFANG CO LTD A SHR ORD CNY1	2,100	20,433	0.19
WANHUA CHEMICAL GROUP CO LTD A SHR ORD CNY1	2,000	55,980	0.53
WESTERN SECURITIES CO LTD A SHS ORD CNY1	2,100	16,107	0.15
WINTIME ENERGY CO LTD ORD CNY1	6,100	8,174	0.08
WULIANGYE YIBIN CO LTD A SHS ORD CNY1	2,300	117,024	1.11
XCMG CONSTRUCTION MACHINERY CO LTD A SHS ORD CNY1	4,900	15,827	0.15
XIAMEN C & D INC ORD CNY 1 CC	1,800	12,690	0.12
XIAMEN TUNGSTEN CO LTD ORD CNY 1 CC	650	7,852	0.07
XINHU ZHONGBAO CO LTD A SHS ORD CNY1	5,100	14,790	0.14
YONGHUI SUPERSTORES CO LTD ORD CNY1	4,700	36,989	0.35
YONYOU NETWORK TECHNOLOGY CO LTD A SHRS ORD CNY1	1,200	25,560	0.24
YOUNGOR GROUP CO LTD A SHS ORD CNY1	2,900	20,851	0.20
YUNNAN BAIYAO GROUP CO LTD A SHR ORD CNY1	600	44,376	0.42
ZHANGZHOU PIENZEHUANG PHA ORD CNY 1 CC	300	25,995	0.25
ZHEJIANG CENTURY HUATONG GROUP CO LTD ORD CNY1 SZHK	640	13,216	0.13
ZHEJIANG CHINA COMMODITIES CITY GROUP CO LTD A SHR ORD CNY1	3,200	11,168	0.11
ZHEJIANG CHINT ELECTRICS ORD CNY1	500	12,120	0.12
ZHEJIANG DAHUA TECHNOLOGY CO LTD A SHS ORD CNY1	2,000	22,920	0.22
ZHEJIANG HUAYOU COBALT CO LTD ORD CNY 1	600	18,066	0.17
ZHEJIANG LONGSHENG GROUP CO LTD A SHRS ORD CNY1	3,100	29,915	0.28
ZHEJIANG NHU CO LTD ORD CNY1 SZHK	1,000	15,010	0.14
ZHEJIANG SANHUA INTELLIGENT CONTROLS CO LTD ORD CNY1 SZHK	951	12,068	0.11
ZHEJIANG WANFENG AUTO WHEEL CO LTD ORD CNY1 SZHK	1,500	11,625	0.11
ZHEJIANG ZHENENG ELECTRIC - A SHRS ORD CNY1	4,800	22,704	0.22
ZHENGZHOU YUTONG BUS CO LTD A SHR ORD CNY1	1,600	18,960	0.18
ZHONGJIN GOLD CO LTD A SHR ORD CNY1	2,000	17,160	0.16
ZHONGTIAN FINANCIAL GROUP CO LTD A SHRS ORD CNY1	5,250	25,567	0.24
		6,567,129	62.35
<b>Hong Kong (36.94%)</b>			
AGRICULTURAL BANK OF CHINA H SHS ORD CNY1	48,000	144,622	1.37
AIR CHINA LTD SHS H ORD CNY1	2,000	11,982	0.11
ALUMINUM CORP OF CHINA LTD H SHRS ORD CNY1	10,000	22,136	0.21

**CSOP CHINA CSI 300 SMART ETF  
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**INVESTMENT PORTFOLIO (Unaudited) (Continued)**

*As at 31 December 2018*

	Holdings	Fair value RMB	% of net assets
<b>Investments (99.29%) (Continued)</b>			
<b>Listed equities (99.29%) (Continued)</b>			
<b>Hong Kong (36.94%) (Continued)</b>			
BANK OF CHINA LTD SHS H ORD CNY1	28,000	83,133	0.79
BANK OF COMMUNICATIONS LTD H SHRS ORD CNY1	37,000	198,583	1.89
BBMG CORP H SHS ORD CNY1	5,000	10,848	0.10
BYD CO LTD H SHRS ORD CNY1	1,000	43,877	0.42
CHINA CITIC BANK CORP LTD H SHRS ORD CNY1	5,000	20,906	0.20
CHINA COAL ENERGY CO H SHR ORD CNY1	4,000	10,822	0.10
CHINA COMMUNICATIONS CONSTRUCTION CO LTD H ORD CNY1	4,000	26,001	0.25
CHINA CONSTRUCTION BANK H SHR ORD CNY1	10,000	56,745	0.54
CHINA EASTERN AIRLINES H SHRS CNY1	8,000	30,639	0.29
CHINA EVERBRIGHT BANK CO LTD H SHRS ORD CNY1	24,000	71,468	0.68
CHINA GALAXY SECURITIES CO ORD CNY1	1,500	4,664	0.04
CHINA LIFE INSURANCE CO H ORD CNY1	2,000	29,234	0.28
CHINA MERCHANTS BANK CO LTD H SHR ORD CNY1	13,000	327,736	3.11
CHINA MERCHANTS SECURITIES CO LTD H SHRS ORD CNY1	4,400	40,273	0.38
CHINA MINSHENG BANKING CO LTD H SHR ORD CNY1	40,800	193,532	1.84
CHINA MOLYBDENUM CO LTD H SHR ORD CNY0.2	6,000	15,179	0.14
CHINA PACIFIC INSURANCE (GR) CO LTD H SHS ORD CNY1	4,400	97,978	0.93
CHINA PETROLEUM & CHEMICAL CORP H SHR ORD CNY1	12,000	58,924	0.56
CHINA RAILWAY CONSTRUCTION CORP H SHR ORD CNY1	6,500	62,007	0.59
CHINA RAILWAY GROUP LTD H ORD CNY1	9,000	56,368	0.54
CHINA SHENHUA ENERGY CO LTD H SHR ORD CNY1	3,000	45,221	0.43
CHINA SOUTHERN AIRLINES CO LTD H SHRS CNY1	8,000	34,082	0.32
CHINA VANKE CO LTD H SHRS ORD CNY1	5,900	137,858	1.31
CITIC SECURITIES CO LTD H SHR ORD CNY1	10,500	124,515	1.18
COSCO SHIPPING DEVELOPMENT CO LTD ORD CNY1	10,000	7,027	0.07
COSCO SHIPPING HOLDINGS CO LTD H SHRS ORD CNY1	8,000	20,731	0.20
CRRC CORPORATION LTD H SHR ORD CNY1	13,000	87,244	0.83
DATANG INTL POWER GEN CO LTD - H SHRS CNY1	6,000	9,698	0.09
EVERBRIGHT SECURITIES CO LTD H SHS ORD HKD1	3,800	23,366	0.22
GF SECURITIES CO LTD H SHRS ORD CNY1	4,400	41,046	0.39
GREAT WALL MOTOR COMPANY LTD H SHRS ORD CNY1	2,500	9,860	0.09
GUANGSHEN RAILWAY CO LTD H SHRS CNY1	6,000	15,548	0.15
GUANGZHOU PHARMACEUTICAL HOLDINGS CO LTD H SHRS ORD CNY1	2,000	49,279	0.47
GUOTAI JUNAN SECURITIES CO LTD H ORD CNY1	5,000	69,570	0.66
HAITONG SECURITIES CO LTD H SHR ORD CNY1	12,000	79,057	0.75
HUANENG POWER INTERNATIONAL INC H SHRS ORD CNY1	8,000	34,996	0.33

**CSOP CHINA CSI 300 SMART ETF  
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**INVESTMENT PORTFOLIO (Unaudited) (Continued)**

*As at 31 December 2018*

	Holdings	Fair value RMB	% of net assets
<b>Investments (99.29%) (Continued)</b>			
<b>Listed equities (99.29%) (Continued)</b>			
<b>Hong Kong (36.94%) (Continued)</b>			
HUATAI SECURITIES CO LTD H SHRS ORD NPV	5,200	56,640	0.54
INDUSTRIAL AND COMMERCIAL BANK OF CHINA H SHS ORD CNY1	26,000	127,669	1.21
JIANGXI COPPER COMPANY LTD H SHRS CNY1	2,000	16,180	0.15
METALLURGICAL CORPORATION OF CHINA LTD H SHR ORD CNY1	11,000	18,166	0.17
NEW CHINA LIFE INSURANCE CO LTD H SHR ORD CNY1	1,500	40,978	0.39
ORIENT SECURITIES CO LTD/CHINA H SHS ORD CNY1	8,400	36,229	0.34
PETROCHINA CO LTD H SHRS CNY1	14,000	60,013	0.57
PING AN INSURANCE (GROUP) CO OF CHINA LTD H SHR COM CNY1	14,000	850,391	8.07
SHANGHAI ELECTRIC GRP CORP-H ORD CNY1	8,000	17,568	0.17
SHANGHAI FOSUN PHARMACEUTICAL GROUP CO LTD H SHRS ORD CNY1	1,500	30,305	0.29
SHANGHAI PHARMACEUTICALS HOLDING CO LTD H SHR ORD CNY1	1,900	26,570	0.25
SINOPEC SHANGHAI PETROCHEMICAL CO LTD H SHR ORD CNY1	2,000	6,026	0.06
WEICHAI POWER CO LTD H SHRS ORD CNY1	6,000	47,171	0.45
XINJIANG GOLDWIND SCI & TECH SHS H ORD CNY1	3,900	23,775	0.23
YANZHOU COAL MINING CO LTD H SHRS ORD CNY1	2,000	11,103	0.11
ZIJIN MINING GROUP CO LTD H SHRS ORD CNY0.1	16,000	41,742	0.40
ZOOMLION HEAVY INDUSTRY SCIENCE AND TECHNOLOGY CO LTD H SHRS ORD CNY1	7,400	18,331	0.17
ZTE CORPORATION H ORD CNY1	4,200	54,602	0.52
		3,890,214	36.94
<b>Total investments</b>		10,457,343	99.29
<b>Other net asstes</b>		75,180	0.71
<b>Net assets attributable to unitholders at 31 December 2018</b>		10,532,523	100.00
<b>Total investments, at cost</b>		11,701,113	

**CSOP CHINA CSI 300 SMART ETF  
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**STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (Unaudited)**

*For the year ended 31 December 2018*

	<b>Holdings</b>				<b>31 December 2018</b>
	<b>1 January 2018</b>	<b>Additions</b>	<b>Corporate actions</b>	<b>Disposals</b>	
<b>Investments</b>					
<b>Listed equities</b>					
AECC AERO-ENGINE CONTROL CO LTD A SHS ORD CNY1	600	-	-	600	-
AECC AVIATION POWER CO LTD A SHS ORD CNY1	1,000	-	-	-	1,000
AGRICULTURAL BANK OF CHINA H SHS ORD CNY1	55,000	-	-	7,000	48,000
AIER EYE HOSPITAL GROUP CO A SHARE ORD CNY1	700	1,100	350	1,050	1,100
AIR CHINA LTD SHS H ORD CNY1	2,000	-	-	-	2,000
AISINO CO LTD ORD CNY 1 CC	1,400	-	-	-	1,400
ALPHA GROUP A SHR ORD CNY1	700	-	-	700	-
ALUMINUM CORP OF CHINA LTD H SHRS ORD CNY1	14,000	-	-	4,000	10,000
ANGANG STEEL CO LTD A SHRS ORD CNY1 SZHK	-	2,200	-	-	2,200
ANHUI CONCH CEMENT CO LTD ORD CNY1	2,300	-	-	-	2,300
ANXIN TRUST CO LTD A SHS ORD CNY1	2,240	2,600	448	2,688	2,600
AURORA OPTOELECTRONICS CO ORD CNY 1 CC	2,720	-	-	2,720	-
AVIC AIRCRAFT CO LTD A SHR ORD CNY1	1,600	1,600	-	1,600	1,600
AVIC CAPITAL CO LTD ORD CNY1	5,400	-	-	-	5,400
AVIC JONHON OPTRONIC TECH CO LTD ORD CNY1 SZHK	-	400	-	-	400
AVIC SHENYANG AIRCRAFT CO LTD ORD CNY1 CC	-	500	-	-	500
BANK OF BEIJING CO LTD ORD CNY1	16,788	-	-	-	16,788
BANK OF CHINA LTD SHS H ORD CNY1	28,000	-	-	-	28,000
BANK OF COMMUNICATIONS LTD H SHRS ORD CNY1	42,000	-	-	5,000	37,000



**CSOP CHINA CSI 300 SMART ETF  
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**STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (Unaudited) (Continued)**

*For the year ended 31 December 2018*

	<b>Holdings</b>				<b>31 December 2018</b>
	<b>1 January 2018</b>	<b>Additions</b>	<b>Corporate actions</b>	<b>Disposals</b>	
<b>Investments (Continued)</b>					
<b>Listed equities (Continued)</b>					
BANK OF GUIYANG CO LTD ORD CNY1 CC	900	-	-	-	900
BANK OF HANGZHOU CO LTD ORD CNY1 CC	-	2,400	-	-	2,400
BANK OF JIANGSU CO LTD A SHRS CNY1	8,000	8,100	-	8,000	8,100
BANK OF NANJING CO LTD ORD CNY1	6,160	-	-	-	6,160
BANK OF NINGBO CO LTD A SHR ORD CNY1	3,120	3,000	-	3,120	3,000
BANK OF SHANGHAI CO LTD ORD CNY1 CC	1,100	4,900	440	-	6,440
BAOSHAN IRON & STEEL CO ORD CNY1	10,212	-	-	-	10,212
BBMG CORP H SHS ORD CNY1	8,000	-	-	3,000	5,000
BEIJING CAPITAL DEVELOPMENT CO LTD A SHR ORD CNY1	1,300	-	-	1,300	-
BEIJING CAPITAL CO LTD A SHS ORD CNY1	3,000	2,900	-	5,900	-
BEIJING DABEINONG TECHNOLOGY GROUP CO LTD A SHRS ORD CNY1	2,450	-	-	2,450	-
BEIJING ENLIGHT MEDIA CO LTD A SHR ORD CNY1	1,000	1,000	-	1,000	1,000
BEIJING NEW BUILDING MATERIALS PLC ORD CNY1 SZHK	-	1,000	-	-	1,000
BEIJING ORIENT LANDSCAPE & ENVIRONMENT CO LTD A SHR ORD CNY1	1,400	-	-	1,400	-
BEIJING ORIENTAL YUHONG WATER PROOF TECHNOLOGY CO LTD ORD CNY1 SZHK	-	1,000	-	-	1,000
BEIJING ORIGINWATER TECHNOLOGY CO LTD A SHR ORD CNY1	2,271	2,200	-	2,271	2,200
BEIJING SHIJI INFORMATION TECHNOLOGY CO LTD A SHR ORD CNY1	400	400	-	400	400
BEIJING SHOUGANG CO LTD A SHR ORD CNY1	2,000	-	-	2,000	-

**CSOP CHINA CSI 300 SMART ETF  
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**STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (Unaudited) (Continued)**

*For the year ended 31 December 2018*

	<b>Holdings</b>				<b>31 December 2018</b>
	<b>1 January 2018</b>	<b>Additions</b>	<b>Corporate actions</b>	<b>Disposals</b>	
<b>Investments (Continued)</b>					
<b>Listed equities (Continued)</b>					
BEIJING SJ ENVIRONMENTAL PROTECTION AND NEW MATERIAL CO LTD A SHS	1,100	1,400	330	1,430	1,400
BEIJING TONGRENTANG CO CL A ORD CNY1	700	600	-	700	600
BEIJING XINWEI TECHNOLOGY GROUP CO LTD A SHRS ORD CNY1	5,500	-	887	-	6,387
BOE TECHNOLOGY GR CO LTD A SHS ORD CNY1	27,300	27,900	-	27,300	27,900
BOHAI FINANCIAL INVESTMENT HOLDING CO LTD A SHRS ORD CNY1	2,200	-	-	2,200	-
BYD CO LTD H SHRS ORD CNY1	1,000	-	-	-	1,000
CHANGJIANG SECURITIES CO LTD A - RTS NIL PAID 12/03/2018	-	-	3,600	3,600	-
CHANGJIANG SECURITIES CO LTD A SHS ORD CNY1	4,000	4,500	-	4,000	4,500
CHAOZHOU THREE-CIRCLE GROUP CO LTD ORD CNY1 SZHK	-	1,200	-	-	1,200
CHINA AVIC AVIONICS EQUIPMENT CO LTD ORD CNY1 CC	700	-	-	-	700
CHINA CITIC BANK CORP LTD H SHRS ORD CNY1	5,000	-	-	-	5,000
CHINA COAL ENERGY CO H SHR ORD CNY1	4,000	-	-	-	4,000
CHINA COMMUNICATIONS CONSTRUCTION CO LTD H ORD CNY1	4,000	-	-	-	4,000
CHINA CONSTRUCTION BANK H SHR ORD CNY1	10,000	-	-	-	10,000
CHINA CSSC HOLDINGS LTD A SHS ORD CNY1	900	-	-	900	-
CHINA EASTERN AIRLINES H SHRS CNY1	8,000	-	-	-	8,000
CHINA EVERBRIGHT BANK CO LTD H SHRS ORD CNY1	24,000	-	-	-	24,000

**CSOP CHINA CSI 300 SMART ETF  
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**STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (Unaudited) (Continued)**

*For the year ended 31 December 2018*

	<b>Holdings</b>				<b>31 December 2018</b>
	<b>1 January 2018</b>	<b>Additions</b>	<b>Corporate actions</b>	<b>Disposals</b>	
<b>Investments (Continued)</b>					
<b>Listed equities (Continued)</b>					
CHINA FILM CO LTD ORD CNY1 CC	700	-	-	-	700
CHINA FORTUNE LAND DEVELOP ORD CNY 1 CC	1,400	600	-	-	2,000
CHINA GALAXY SECURITIES CO ORD CNY1	1,500	-	-	-	1,500
CHINA GEZHOUBA GROUP CO LT ORD CNY 1 CC	3,400	-	-	-	3,400
CHINA GRAND AUTOMOTIVE SERVICES CO A SHS ORD CNY1	2,660	-	-	-	2,660
CHINA HAINAN RUBBER INDUST ORD CNY 1 CC	1,900	-	-	1,900	-
CHINA HIGH-SPEED RAILWAY TECHNOLOGY A SHS ORD CNY1	2,100	-	-	2,100	-
CHINA INTERNATIONAL TRAVEL SERVICE CORP LTD A SHS ORD CNY1	1,000	1,100	-	1,000	1,100
CHINA JUSHI CO LTD A SHRS ORD CNY 1 CC	-	2,500	-	-	2,500
CHINA LIFE INSURANCE CO H ORD CNY1	2,000	-	-	-	2,000
CHINA MERCHANTS BANK CO LTD H SHR ORD CNY1	14,000	-	-	1,000	13,000
CHINA MERCHANTS ENGY SHIPPING CO LTD A SHS ORD CNY1	2,600	-	-	2,600	-
CHINA MERCHANTS SECURITIES CO LTD H SHRS ORD CNY1	4,400	-	-	-	4,400
CHINA MERCHANTS SHEKOU INDUSTRIAL ZONE CO LTD ORD CNY1	2,926	2,800	-	2,926	2,800
CHINA MINSHENG BANKING CO LTD H SHR ORD CNY1	37,500	-	6,800	3,500	40,800
CHINA MOLYBDENUM CO LTD H SHR ORD CNY0.2	6,000	-	-	-	6,000
CHINA NATIONAL CHEMICAL ENGINEERING CO LTD A SHS ORD NPV	2,400	2,300	-	2,400	2,300

**CSOP CHINA CSI 300 SMART ETF  
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**STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (Unaudited) (Continued)**

*For the year ended 31 December 2018*

	<b>Holdings</b>				<b>31 December 2018</b>
	<b>1 January 2018</b>	<b>Additions</b>	<b>Corporate actions</b>	<b>Disposals</b>	
<b>Investments (Continued)</b>					
<b>Listed equities (Continued)</b>					
CHINA NATIONAL NUCLEAR POWER CO LTD CHINA CONNECT ORD CNY1	5,600	-	-	-	5,600
CHINA NORTHERN RARE EARTH (GROUP) HIGH-TECH CO LTD A SHR ORD CNY1	2,700	2,600	-	2,700	2,600
CHINA NUCLEAR ENGINEERING CORP LTD A SHRS ORD CNY1	600	-	-	-	600
CHINA PACIFIC INSURANCE (GR) CO LTD H SHS ORD CNY1	5,000	-	-	600	4,400
CHINA PETROLEUM & CHEMICAL CORP H SHR ORD CNY1	16,000	-	-	4,000	12,000
CHINA RAILWAY CONSTRUCTION CORP H SHR ORD CNY1	8,500	-	-	2,000	6,500
CHINA RAILWAY GROUP LTD H ORD CNY1	12,000	-	-	3,000	9,000
CHINA SHENHUA ENERGY CO LTD H SHR ORD CNY1	3,000	-	-	-	3,000
CHINA SHIPBUILDING INDUSTRY CO LTD ORD CNY1	11,000	-	-	-	11,000
CHINA SHIPBUILDING INDUSTRY GROUP POWER CO LRD ORD CNY1	1,000	-	-	-	1,000
CHINA SOUTHERN AIRLINES CO LTD H SHRS CNY1	8,000	-	-	-	8,000
CHINA SPACESAT CO LTD ORD CNY 1 CC	700	-	-	-	700
CHINA STATE CONSTRUCTION ORD CNY1	17,300	-	6,920	-	24,220
CHINA UNITED NETWORK ORD CNY1	10,500	-	-	-	10,500
CHINA VANKE CO LTD H SHRS ORD CNY1	7,300	-	-	1,400	5,900

**CSOP CHINA CSI 300 SMART ETF  
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**STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (Unaudited) (Continued)**

*For the year ended 31 December 2018*

	<b>Holdings</b>				<b>31 December 2018</b>
	<b>1 January 2018</b>	<b>Additions</b>	<b>Corporate actions</b>	<b>Disposals</b>	
<b>Investments (Continued)</b>					
<b>Listed equities (Continued)</b>					
CHINA YANGTZE POWER CO LTD ORD CNY1	7,600	-	-	-	7,600
CHINESE UNIVERSE PUBLISHING & MEDIA ORD CNY1	700	-	-	700	-
CHONGQING CHANGAN AUTOMOBILE CO LTD A SHR ORD CNY1	2,300	2,300	-	2,300	2,300
CHONGQING ZHIFEI BIOLOGICAL PRODUCT CO LTD A SHRS ORD CNY1	600	600	-	600	600
CITIC GUOAN INFORMATION INDUSTRY CO A SHS	3,250	3,200	-	3,250	3,200
CITIC HEAVY INDUSTRIES CO LTD A SHR ORD CNY1	2,100	-	-	2,100	-
CITIC SECURITIES CO LTD H SHR ORD CNY1	12,500	-	-	2,000	10,500
COSCO SHIPPING DEVELOPMENT CO LTD ORD CNY1	10,000	-	-	-	10,000
COSCO SHIPPING HOLDINGS CO LTD H SHRS ORD CNY1	8,000	-	-	-	8,000
CRRR CORPORATION LTD H SHR ORD CNY1	16,000	-	-	3,000	13,000
DAQIN RAILWAY CO LTD ORD CNY1	7,200	-	-	-	7,200
DATANG INTL POWER GEN CO LTD - H SHRS CNY1	6,000	-	-	-	6,000
DHC SOFTWARE CO LTD A SHS ORD CNY1	2,400	2,200	-	2,400	2,200
DONGXING SECURITIES CO LTD ORD CNY1 CC	1,400	-	-	-	1,400
DONGXU OPTOELECTRONIC TECH-A SHRS ORD CNY1	4,700	4,500	-	4,700	4,500
DR PENG TELECOM & MEDIA GROUP CO LTD A SHS ORD CNY1	1,300	1,700	-	3,000	-
EAST MONEY INFORMATION CO LTD A SHR ORD CNY1	3,040	4,200	608	3,648	4,200

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**STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (Unaudited) (Continued)**

*For the year ended 31 December 2018*

	<b>Holdings</b>				<b>31 December 2018</b>
	<b>1 January 2018</b>	<b>Additions</b>	<b>Corporate actions</b>	<b>Disposals</b>	
<b>Investments (Continued)</b>					
<b>Listed equities (Continued)</b>					
EVERBRIGHT SECURITIES CO LTD H SHS ORD HKD1	3,800	-	-	-	3,800
FANGDA CARBON NEW MATERIAL CO LTD ORD CNY 1 CC	-	1,300	-	-	1,300
FIBERHOME TELECOM TECH CO ORD CNY1	600	-	-	-	600
FINANCE STREET HOLDING CO LTD A SHR ORD CNY1	1,500	-	-	1,500	-
FIRST CAPITAL SECURITIES COMPANY LTD A SHS ORD CNY1	2,400	2,400	-	2,400	2,400
FOSHAN HAITIAN FLAVOURING & FOOD CO LTD ORD CNY1 CC	-	1,000	-	-	1,000
FOUNDER SECURITIES CO LTD ORD CNY1	5,000	-	-	-	5,000
FOXCONN INDUSTRIAL INTERNET CO LTD ORD CNY1 CC	-	1,300	-	-	1,300
FUTURE LAND HOLDINGS CO LTD A SHRS ORD CNY1	1,000	-	-	-	1,000
FUYAO GROUP GLASS INDUSTRIES CO LTD A SHR ORD CNY1	1,700	1,700	-	1,700	1,700
GD POWER DEVELOPMENT CO ORD CNY1	14,600	-	-	-	14,600
GEMDALE CORP A SHR ORD CNY1	2,700	2,700	-	2,700	2,700
GF SECURITIES CO LTD H SHRS ORD CNY1	4,400	-	-	-	4,400
GIANT NETWORK GROUP CO LTD A SHRS ORD CNY1	700	700	-	700	700
GIGADEVICE SEMICONDUCTOR BEIJING INC ORD CNY1 CC	-	200	-	-	200
GOERTEK INC A SHS ORD CNY1	2,200	2,300	-	2,200	2,300

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	<b>Holdings</b>				<b>31 December 2018</b>
	<b>1 January 2018</b>	<b>Additions</b>	<b>Corporate actions</b>	<b>Disposals</b>	
<b>Investments (Continued)</b>					
<b>Listed equities (Continued)</b>					
GREAT WALL MOTOR COMPANY LTD H SHRS ORD CNY1	2,500	-	-	-	2,500
GREE ELECTRIC APPLIANCES INC OF ZHUHAI A SHS ORD CNY1	5,500	5,600	-	5,500	5,600
GREENLAND HOLDINGS CORP LTD ORD CNY1	4,400	-	-	-	4,400
GUANGSHEN RAILWAY CO LTD H SHRS CNY1	6,000	-	-	-	6,000
GUANGZHOU HAIGE COMMUNICATION GROUP ORD CNY1	2,100	-	-	2,100	-
GUANGZHOU PHARMACEUTICAL HOLDINGS CO LTD H SHRS ORD CNY1	2,000	-	-	-	2,000
GUANGZHOU PORT CO LTD ORD CNY1 CC	-	2,200	-	-	2,200
GUIZHOU BAILING GROUP PHAR ORD CNY1	500	-	-	500	-
GUOSEN SECURITIES CO LTD A SHRS	2,900	2,900	-	2,900	2,900
GUOTAI JUNAN SECURITIES CO LTD H ORD CNY1	6,000	-	-	1,000	5,000
GUOXUAN HIGH-TECH CO LTD ORD CNY1	910	-	-	910	-
GUOYUAN SECURITIES CO LTD A SHS ORD CNY1	2,100	2,400	-	2,100	2,400
HAFEI AVIATION INDUSTRY CO LTD A SHS ORD CNY1	300	-	-	300	-
HAINAN AIRLINES CO ORD CNY1	8,100	-	-	-	8,100
HAITONG SECURITIES CO LTD H SHR ORD CNY1	14,000	-	-	2,000	12,000
HANGZHOU HIKVISION DIGITAL TECHNOLOGY CO LTD A SHS ORD NPV	4,275	4,400	-	4,275	4,400
HANGZHOU ROBAM APPLIANCES COMPANY LIMITED A SHS ORD CNY1	500	600	-	500	600

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	<b>Holdings</b>				<b>31 December 2018</b>
	<b>1 January 2018</b>	<b>Additions</b>	<b>Corporate actions</b>	<b>Disposals</b>	
<b>Investments (Continued)</b>					
<b>Listed equities (Continued)</b>					
HAN'S LASER TECHNOLOGY INDUSTRY GROUP CO LTD NIL PAID RTS 31/12/2049	-	-	2,200	2,200	-
HAN'S LASER TECHNOLOGY INDUSTRY GROUP CO LTD ORD CNY1	1,000	1,000	-	1,000	1,000
HBIS COMPANY LIMITED ORD CNY1 SZHK	5,200	4,800	-	5,200	4,800
HEDY HOLDING CO LTD A SHS ORD CNY1	5,660	8,600	1,132	6,792	8,600
HENAN SHUANGHUI INVESTMENT & DEVELOPMENT CO LTD A SHR ORD CNY1	1,200	1,200	-	1,200	1,200
HENGTONG OPTIC-ELECTRIC CO LTD ORD CNY 1 CC	-	1,600	-	-	1,600
HENGYI PETROCHEMICAL CO LTD ORD CNY1 SZHK	-	1,300	-	-	1,300
HITHINK FLUSH INFORMATION NETWORK CO LTD A SHS ORD CNY1	200	300	-	200	300
HLA CORP LTD ORD CNY1 CC	-	2,100	-	-	2,100
HUAAN SECURITIES CO LTD ORD CNY1 CC	1,300	-	-	-	1,300
HUADONG MEDICINE CO LTD A ORD CNY1	600	900	300	900	900
HUALAN BIOLOGICAL ENGINEERING INC A SHR ORD CNY1	720	700	-	720	700
HUANENG POWER INTERNATIONAL INC H SHRS ORD CNY1	8,000	-	-	-	8,000
HUATAI SECURITIES CO LTD H SHRS ORD NPV	5,200	-	-	-	5,200
HUAXIA BANK CO LTD ORD CNY1	7,420	-	-	-	7,420
HUAYI BROTHERS MEDIA CORPORATION A SHR ORD CNY1 SZHK	2,095	2,000	-	4,095	-



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**STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (Unaudited) (Continued)**

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	<b>Holdings</b>				<b>31 December 2018</b>
	<b>1 January 2018</b>	<b>Additions</b>	<b>Corporate actions</b>	<b>Disposals</b>	
<b>Investments (Continued)</b>					
<b>Listed equities (Continued)</b>					
HUAYU AUTOMOTIVE SYSTEMS CO LTD A SHR ORD CNY1	1,900	1,900	-	1,900	1,900
HUBEI BIOCAUSE PHARMACEUTICAL CO LTD A SHR ORD CNY1	1,600	-	-	1,600	-
HUBEI HONGCHENG GENERAL MACHINERY CO LTD ORD CNY 1 CC	-	400	-	-	400
HUNDSUN TECHNOLOGIES INC ORD CNY1	600	-	-	-	600
IFLYTEK CO LTD A SHS ORD CNY1	1,100	1,650	550	1,650	1,650
INDUSTRIAL AND COMMERCIAL BANK OF CHINA H SHS ORD CNY1	30,000	-	-	4,000	26,000
INDUSTRIAL BANK CO LTD ORD CNY1	14,400	-	-	-	14,400
INDUSTRIAL SECURITIES CO ORD CNY1	5,300	-	-	-	5,300
INNER MONGOLIA JUNZHENG ENERGY AND CHEMICAL GROUP CO LTD ORD CNY 1 CC	4,200	-	-	-	4,200
INNER MONGOLIA YILI INDUS ORD CNY1	7,000	-	-	-	7,000
INNER MONGOLIAN BAOTOU STEEL UNION CO LTD A SHR ORD CNY1	16,580	16,200	-	16,580	16,200
JIANGSU BICON PHARMACEUTICAL LISTED CO ORD CNY1 SZHK	400	-	-	-	400
JIANGSU BROADCASTING CABLE INF ORD CNY1	1,800	-	-	1,800	-
JIANGSU HENGRUI MEDICINE C ORD CNY1	1,924	-	576	-	2,500
JIANGSU PROTRULY VISION TECH GR CO ORD CNY1	1,100	-	-	1,100	-
JIANGSU YANGHE BREWERY JOINT-STOCK CO LTD A SHS ORD CNY1	728	800	-	728	800

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*For the year ended 31 December 2018*

	<b>Holdings</b>				<b>31 December 2018</b>
	<b>1 January 2018</b>	<b>Additions</b>	<b>Corporate actions</b>	<b>Disposals</b>	
<b>Investments (Continued)</b>					
<b>Listed equities (Continued)</b>					
JIANGSU ZHONGNAN CONSTRUCTION GROUP CO LTD SHS A ORD CNY1	1,400	-	-	1,400	-
JIANGSU ZHONGTIAN TECHNOLO ORD CNY 1 CC	2,700	-	-	-	2,700
JIANGXI COPPER COMPANY LTD H SHRS CNY1	2,000	-	-	-	2,000
JIANGXI GANFENG LITHIUM CO-A SHRS ORD CNY1	600	900	300	1,800	-
JIHUA GROUP CORP LTD ORD CNY 1 CC	1,600	-	-	1,600	-
JILIN AODONG MEDICINE INDUSTRY GROUPS CO LTD A SHS ORD CNY1	1,040	1,100	-	2,140	-
JILIN AODONG MEDICINE INDUSTRY GROUPS CO LTD NIL PAID RTS 13/03/2018	-	-	2,200	2,200	-
JINDUICHENG MOLYBDENUM CO A SHS ORD CNY1	1,100	-	-	1,100	-
KANGDE XIN GROUP CO LTD A SHS ORD CNY1	2,489	-	-	2,489	-
KANGMEI PHARMACEUTICAL CO ORD CNY1	3,400	-	-	-	3,400
KWEICHOW MOUTAI CO LTD ORD CNY1	600	-	-	-	600
LEPU MEDICAL TECHNOLOGY A SHRS CNY1	1,200	1,300	-	1,200	1,300
LESHI INTERNET INFORMATION & TECHNOLOGY (BEIJING) CO LTD A SHR ORD CNY1	6,800	-	-	6,800	-
LIAONING CHENG DA CO LTD ORD CNY 1	1,500	-	-	-	1,500
LONGI GREEN ENERGY TECHNOLOGY-A A SHRS ORD CNY1	1,600	2,400	640	2,240	2,400
LUXSHARE PRECISION INDUSTRY CO LTD A SHS ORD CNY1	1,425	2,900	427	1,852	2,900
LUZHOU LAOJIAO CO LTD A SHR ORD CNY1	800	900	-	800	900

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	<b>Holdings</b>				<b>31 December 2018</b>
	<b>1 January 2018</b>	<b>Additions</b>	<b>Corporate actions</b>	<b>Disposals</b>	
<b>Investments (Continued)</b>					
<b>Listed equities (Continued)</b>					
MATERIAL INDUSTRY					
ZHONGDA GRO A SHARES ORD CNY1	2,190	-	-	2,190	-
MEINIAN ONEHEALTH					
HEALTHCARE HOLDINGS CO LTD A SHRS ORD CNY1	1,300	-	260	-	1,560
METALLURGICAL					
CORPORATION OF CHINA LTD H SHR ORD CNY1	15,000	-	-	4,000	11,000
MIDEA GROUP CO LTD A SHRS ORD CNY1	5,200	5,400	-	5,200	5,400
MUYUAN FOODSTUFF CO LTD A SHS ORD CNY1	400	700	320	720	700
NANJING XINJIEKOU DEPT ORD CNY 1 CC	500	-	-	500	-
NARI TECHNOLOGY					
DEVELOPMENT LTD A SHR ORD CNY1	1,700	2,200	-	1,700	2,200
NEW CHINA LIFE INSURANCE					
CO LTD H SHR ORD CNY1	1,500	-	-	-	1,500
NEW HOPE LIUHE CO LTD A					
SHR ORD CNY1	2,600	2,500	-	2,600	2,500
NINGBO ZHOUSHAN PORT CO					
LTD ORD CNY 1 CC	4,900	-	-	-	4,900
NORTHEAST SECURITIES CO					
LTD A SHR ORD CNY1	1,660	-	-	1,660	-
OFFSHORE OIL ENGINEERING					
CO LTD A SHRS ORD CNY1	2,700	2,700	-	2,700	2,700
O-FILM TECH CO LTD A SHRS					
ORD CNY1	2,300	2,200	-	2,300	2,200
ORIENT SECURITIES CO					
LTD/CHINA H SHS ORD CNY1	8,400	-	-	-	8,400
OURPALM CO LTD ORD CNY1					
PACIFIC SECURITIES CO/THE ORD CNY1	2,400	-	-	2,400	-
	8,400	-	-	8,400	-

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	<b>Holdings</b>				<b>31 December 2018</b>
	<b>1 January 2018</b>	<b>Additions</b>	<b>Corporate actions</b>	<b>Disposals</b>	
<b>Investments (Continued)</b>					
<b>Listed equities (Continued)</b>					
PERFECT WORLD CO LTD A ORD CNY1	500	500	-	500	500
PETROCHINA CO LTD H SHRS CNY1	14,000	-	-	-	14,000
PING AN BANK CO LTD A SHR ORD CNY1	9,860	10,000	-	9,860	10,000
PING AN INSURANCE (GROUP) CO OF CHINA LTD H SHR COM CNY1	14,000	-	-	-	14,000
POLY REAL ESTATE GROUP CO ORD CNY1	8,200	-	-	-	8,200
POWER CONSTRUCTION CORP OF ORD CNY1	5,500	-	-	-	5,500
QINGDAO HAIER CO LTD ORD CNY1	3,700	-	-	-	3,700
QINGHAI SALT LAKE POTASH CO LTD A SHR ORD CNY1	1,800	-	-	1,800	-
RISESUN REAL ESTATE DEVELOPMENT CO LTD A SHR ORD CNY1	2,200	2,000	-	2,200	2,000
RONGSHENG PETRO CHEMICAL CO LTD A SHS ORD CNY1 SZHK	-	1,500	-	-	1,500
S F HOLDING CO LTD A SHRS ORD CNY1 SZHK	300	-	-	-	300
SAIC MOTOR CORP LTD ORD CNY1	4,000	-	-	-	4,000
SANAN OPTOELECTRONICS CO LTD A SHS ORD CNY1	2,940	3,000	-	2,940	3,000
SANY HEAVY INDUSTRY CO LTD ORD CNY1	4,600	1,600	-	-	6,200
SDIC CAPITAL CO LTD ORD CNY1 CC	1,000	-	-	-	1,000
SDIC POWER HOLDINGS CO LTD A SHS ORD CNY1	4,900	4,800	-	4,900	4,800
SEALAND SECURITIES CO LTD A SHR ORD CNY1	3,600	-	-	3,600	-

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	<b>Holdings</b>				<b>31 December 2018</b>
	<b>1 January 2018</b>	<b>Additions</b>	<b>Corporate actions</b>	<b>Disposals</b>	
<b>Investments (Continued)</b>					
<b>Listed equities (Continued)</b>					
SEARAINBOW HOLDING CORP A SHR ORD CNY1	900	800	-	900	800
SHAANXI COAL INDUSTRY CO L - A SHRS ORD CNY1	3,700	4,700	-	3,700	4,700
SHANDONG BUCHANG PHARMACEUTICALS CO LTD ORD CNY1 CC	-	400	120	-	520
SHANDONG DONG-E E-JIAO CO LTD A SHR ORD CNY1	600	500	-	600	500
SHANDONG GOLD MINING CO LT ORD CNY 1 CC	900	-	-	-	900
SHANDONG KINGENTA ECOLOGICAL ENGINEERING CO LTD A SHRS ORD CNY1	1,900	1,900	-	3,800	-
SHANDONG NANSHAN ALUMINUM CO LTD A SHR ORD CNY1	6,400	6,600	-	6,400	6,600
SHANDONG NANSHAN ALUMINIUM CO LTD RTS 2018 NIL PAID 29/10/2018	-	-	1,980	1,980	-
SHANGHAI BAILIAN GROUP CO ORD CNY 1 CC	1,000	-	-	1,000	-
SHANGHAI CONSTRUCTION CO ORD CNY1	5,391	-	-	-	5,391
SHANGHAI ELECTRIC GRP CORP-H ORD CNY1	8,000	-	-	-	8,000
SHANGHAI ELECTRIC POWER CO LTD A SHRS ORD CNY1	1,100	-	-	1,100	-
SHANGHAI FOSUN PHARMACEUTICAL GROUP CO LTD H SHRS ORD CNY1	1,500	-	-	-	1,500
SHANGHAI INTERNATIONAL AIRPORT CO LTD A SHR ORD CNY1	1,100	1,100	-	1,100	1,100
SHANGHAI INTERNATIONAL POR ORD CNY1	4,000	-	-	-	4,000
SHANGHAI LUJIAZUI FINANCE & TRADE ZONE DEVELOPMENT CO LTD A SHRS ORD CNY1	920	900	-	1,820	-

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	<b>1 January 2018</b>	<b>Additions</b>	<b>Corporate actions</b>	<b>Disposals</b>	
<b>Investments (Continued)</b>					
<b>Listed equities (Continued)</b>					
SHANGHAI ORIENTAL PEARL MEDIA CO LTD ORD CNY1	1,600	-	480	-	2,080
SHANGHAI PHARMACEUTICALS HOLDING CO LTD H SHR ORD CNY1	1,900	-	-	-	1,900
SHANGHAI PUDONG DEVELOPMENT BANK ORD CNY1	13,680	-	-	-	13,680
SHANGHAI RAAS BLOOD PRODUCTS CO LTD A SHR ORD CNY1	1,820	-	-	-	1,820
SHANGHAI SMI HOLDING CO LTD A SHS ORD CNY1	1,539	-	-	1,539	-
SHANGHAI TUNNEL ENGINEERIN ORD CNY1	2,200	-	-	2,200	-
SHANGHAI WANGSU SCIENCE & TECHNOLOGY CO LTD A SHARE ORD CNY1	1,795	1,700	-	1,795	1,700
SHANGHAI ZHANGJIANG HIGH ORD CNY 1 CC	1,000	-	-	1,000	-
SHANXI SECURITIES CO LTD A SHR ORD CNY1	2,050	2,000	-	4,050	-
SHANXI XINGHUACUN FEN WINE FACTORY CO LTD ORD CNY 1 CC	-	300	-	-	300
SHANXI XISHAN COAL & ELEC POWER CO LTD A SHR ORD CNY1	1,900	-	-	1,900	-
SHENWAN HONGYUAN GROUP CO LTD A SHRS ORD CNY1	7,425	7,900	-	7,425	7,900
SHENZHEN HUIDING TECHNOLOGY CO LTD A SHS ORD NPV	100	-	-	100	-
SHENZHEN INOVANCE TECHNOLOGY CO LTD A SHR ORD CNY1	1,200	1,200	-	1,200	1,200
SHENZHEN OVERSEAS CHINESE TOWN CO LTD A SHR ORD CNY1	4,000	3,800	-	4,000	3,800

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	<b>1 January 2018</b>	<b>Additions</b>	<b>Corporate actions</b>	<b>Disposals</b>	
<b>Investments (Continued)</b>					
<b>Listed equities (Continued)</b>					
SHENZHEN SALUBRIS PHARMACEUTICALS A ORD CNY1	500	500	-	500	500
SHENZHEN SUNWAY COMMUNICATION CO LTD ORD CNY1	900	900	-	900	900
SHENZHEN ZHONGJIN LINGNAN NONFEMET CO LTD A SHS ORD CNY1	1,900	-	950	2,850	-
SIASUN ROBOT & AUTOMATION CO LTD A SHR ORD CNY1	1,400	1,300	-	1,400	1,300
SICHUAN CHUANTOU ENERGY CO ORD CNY1	2,800	-	-	-	2,800
SINOLINK SECURITIES CO LTD ORD CNY1	2,600	-	-	-	2,600
SINOPEC OILFIELD SERVICE CORP H SHS ORD CNY1	8,000	-	-	8,000	-
SINOPEC SHANGHAI PETROCHEMICAL CO LTD H SHR ORD CNY1	2,000	-	-	-	2,000
SONGCHENG PERFORMANCE DEVELOPMENT CO LTD A SHRS ORD CNY1	900	900	-	900	900
SOOCHOW SECURITIES CO LTD ORD CNY1	2,900	-	-	-	2,900
SOUFEIYA HOME COLLECTION CO LTD A SHRS ORD CNY1	600	800	-	600	800
SOUTHWEST SECURITIES CO LTD A SHR ORD CNY1	3,500	-	-	3,500	-
SPRING AIRLINES CO LTD ORD NPV	300	-	-	300	-
SUNING COMMERCE GROUP CO LTD A SHR ORD CNY1	4,600	4,400	-	4,600	4,400
SUNSHINE CITY GROUP CO LTD A SHRS ORD CNY1	2,000	-	-	2,000	-

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	<b>Holdings</b>				<b>31 December 2018</b>
	<b>1 January 2018</b>	<b>Additions</b>	<b>Corporate actions</b>	<b>Disposals</b>	
<b>Investments (Continued)</b>					
<b>Listed equities (Continued)</b>					
SUZHOU GOLD MANTIS CONSTRUCTIONS SHS A ORD CNY1	1,950	1,900	-	1,950	1,900
SUZHOU VICTORY PRECISION MANUFACTURE CO LTD SHS A ORD CNY1	2,500	-	-	2,500	-
TASLY PHARMACEUTICAL GROUP ORD CNY 1 CC	800	-	320	-	1,120
TBEA CO LTD ORD CNY 1 CC	4,600	-	-	-	4,600
TCL CORP A SHR ORD CNY1	9,100	12,700	-	9,100	12,700
TIANQI LITHIUM INDUSTRIES INC A SHS ORD CNY1 SZHK	-	800	-	-	800
TONGHUA DONGBAO PHARMACEUTICAL CO LTD ORD CNY 1 CC	-	1,700	-	-	1,700
TONGLING NONFERROUS METALS GROUP CO LTD A SHR ORD CNY1	7,700	7,400	-	7,700	7,400
TONGWEI CO LTD ORD CNY 1 CC	-	2,200	-	-	2,200
TSINGHUA TONGFANG CO LTD A SHR ORD CNY1	2,200	2,100	-	2,200	2,100
TSINGHUA UNISPLENDOR CO A SHRS ORD CNY1	100	-	40	140	-
TUS-SOUND ENVIROMENTAL RESOURCES CO LTD ORD CNY1	600	-	240	840	-
WANDA FILM HOLDING CO LTD A SHRS ORD CNY1	600	-	300	900	-
WANHUA CHEMICAL GROUP CO LTD A SHR ORD CNY1	1,760	2,000	-	1,760	2,000
WANXIANG QIANCHAO CO LTD A SHR ORD CNY1	1,640	-	-	1,640	-
WEICHAI POWER CO LTD H SHRS ORD CNY1	6,000	-	-	-	6,000
WESTERN SECURITIES CO LTD A SHS ORD CNY1	2,084	2,100	-	2,084	2,100



**CSOP CHINA CSI 300 SMART ETF  
(A SUB-FUND OF CSOP ETF SERIES)**

**STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (Unaudited) (Continued)**

*For the year ended 31 December 2018*

	<b>Holdings</b>				<b>31 December 2018</b>
	<b>1 January 2018</b>	<b>Additions</b>	<b>Corporate actions</b>	<b>Disposals</b>	
<b>Investments (Continued)</b>					
<b>Listed equities (Continued)</b>					
WINTIME ENERGY CO LTD ORD CNY1	6,100	-	-	-	6,100
WUHU SHUNRONG SANQI INTERACTIV ORD CNY1 A	500	-	-	500	-
WULIANGYE YIBIN CO LTD A SHS ORD CNY1	2,200	2,300	-	2,200	2,300
XCMG CONSTRUCTION MACHINERY CO LTD A SHS ORD CNY1	5,200	4,900	-	5,200	4,900
XIAMEN C & D INC ORD CNY 1 CC	1,800	-	-	-	1,800
XIAMEN TUNGSTEN CO LTD ORD CNY 1 CC	500	-	150	-	650
XINHU ZHONGBAO CO LTD A SHS ORD CNY1	5,200	5,100	-	5,200	5,100
XINJIANG GOLDWIND SCI & TECH SHS H ORD CNY1	3,900	-	-	-	3,900
YANZHOU COAL MINING CO LTD H SHRS ORD CNY1	2,000	-	-	-	2,000
YONGHUI SUPERSTORES CO LTD ORD CNY1	4,700	-	-	-	4,700
YONYOU NETWORK TECHNOLOGY CO LTD A SHRS ORD CNY1	900	1,200	270	1,170	1,200
YOUNGOR GROUP CO LTD A SHS ORD CNY1	2,540	2,900	-	2,540	2,900
YOUZU INTERACTIVE CO LTD ORD CNY1	500	-	-	500	-
YUNNAN BAIYAO GROUP CO LTD A SHR ORD CNY1	600	600	-	600	600
ZHANGZHOU PIENZEHUANG PHA ORD CNY 1 CC	300	-	-	-	300
ZHEJIANG CENTURY HUATONG GROUP CO LTD ORD CNY1 SZHK	400	-	240	-	640
ZHEJIANG CHINA COMMODITIES CITY GROUP CO LTD A SHR ORD CNY1	3,300	3,200	-	3,300	3,200
ZHEJIANG CHINT ELECTRICS ORD CNY1	500	-	-	-	500

**CSOP CHINA CSI 300 SMART ETF  
(A SUB-FUND OF CSOP ETF SERIES)**

**STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (Unaudited) (Continued)**  
*For the year ended 31 December 2018*

	<b>Holdings</b>				<b>31 December 2018</b>
	<b>1 January 2018</b>	<b>Additions</b>	<b>Corporate actions</b>	<b>Disposals</b>	
<b>Investments (Continued)</b>					
<b>Listed equities (Continued)</b>					
ZHEJIANG DAHUA TECHNOLOGY CO LTD A SHS ORD CNY1	1,850	2,000	-	1,850	2,000
ZHEJIANG HUAYOU COBALT CO LTD ORD CNY 1	300	600	120	420	600
ZHEJIANG LONGSHENG GROUP CO LTD A SHRS ORD CNY1	2,700	3,100	-	2,700	3,100
ZHEJIANG NHU CO LTD ORD CNY1 SZHK	-	1,000	-	-	1,000
ZHEJIANG SANHUA INTELLIGENT CONTROLS CO LTD ORD CNY1 SZHK	-	951	-	-	951
ZHEJIANG WANFENG AUTO WHEEL CO LTD ORD CNY1 SZHK	-	1,500	-	-	1,500
ZHEJIANG ZHENENG ELECTRIC - A SHRS ORD CNY1	5,000	4,800	-	5,000	4,800
ZHENGZHOU YUTONG BUS CO LTD A SHR ORD CNY1	1,500	1,600	-	1,500	1,600
ZHONGJIN GOLD CO LTD A SHR ORD CNY1	2,166	2,000	-	2,166	2,000
ZHONGTIAN FINANCIAL GROUP CO LTD A SHRS ORD CNY1	3,500	-	1,750	-	5,250
ZIJIN MINING GROUP CO LTD H SHRS ORD CNY0.1	20,000	-	-	4,000	16,000
ZOOMLION HEAVY INDUSTRY SCIENCE AND TECHNOLOGY CO LTD H SHRS ORD CNY1	7,400	-	-	-	7,400
ZTE CORPORATION H ORD CNY1	4,200	-	-	-	4,200

**CSOP CHINA CSI 300 SMART ETF  
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**PERFORMANCE RECORD (Unaudited)**

**Net asset value**

	Dealing net asset value of the Sub-Fund <i>RMB</i>	Dealing net asset value per unit <i>RMB</i>
At the end of financial year		
31 December 2018	10,719,019	10.7190
31 December 2017	13,898,611	13.8986
31 December 2016	35,055,293	11.6851

**Highest and lowest net asset value per unit**

	Highest net asset value per unit <i>RMB</i>	Lowest net asset value per unit <i>RMB</i>
Financial year		
31 December 2018	15.2607	10.6273
31 December 2017	14.4976	11.6600
31 December 2016	12.5471	9.8415
31 December 2015 (Since 19 October 2015 (date of inception))	13.1139	12.0000

**Net assets attributable to unitholders per unit**

As stated in Note 2(n), establishment costs are expensed as incurred. However, in accordance with the provisions of the Trust's Prospectus, establishment costs are recognised using the amortisation method. As at 31 December 2018, the expensing of establishment costs as stated in the financial statements resulted in a decrease of net assets attributable to unitholders of RMB186,496 (2017: RMB 233,896) when compared with the methodology indicated in the Trust's Prospectus.

	2018 <i>RMB</i>	2017 <i>RMB</i>
Net assets attributable to unitholders as reported in the statement of financial position	10,532,523	13,664,715
Adjustments for unamortised establishment costs	186,496	233,896
Net asset value in accordance with the Trust's Prospectus	<u>10,719,019</u>	<u>13,898,611</u>

**CSOP CHINA CSI 300 SMART ETF  
(A SUB-FUND OF CSOP ETF SERIES)**

**MANAGEMENT AND ADMINISTRATION**

**Manager and RQFII Holder**

CSOP Asset Management Limited  
2801-2803, Two Exchange Square  
8 Connaught Place  
Central  
Hong Kong

**Trustee and Registrar**

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

**Custodian**

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

**PRC Custodian**

HSBC Bank (China) Company Limited  
33rd Floor, HSBC Building,  
Shanghai ifc, 8 Century Avenue,  
Pudong, Shanghai, China 200120

**Service Agent**

HK Conversion Agency Services Limited  
1st Floor, One & Two Exchange Square  
8 Connaught Place  
Central, Hong Kong

**Listing Agent**

Oriental Patron Asia Limited  
27th Floor, Two Exchange Square  
8 Connaught Place  
Central, Hong Kong

**Directors of the Manager**

Chen Ding  
Gaobo Zhang  
Xiaosong Yang  
Xiuyan Liu  
Yi Zhou  
Zhiwei Liu  
Zhongping Cai

**Legal Adviser to the Manager**

Deacons  
5th Floor, Alexandra House  
18 Chater Road  
Central  
Hong Kong

**Auditor**

PricewaterhouseCoopers  
21st Floor, Edinburgh Tower  
15 Queen's Road Central  
Hong Kong



[www.csopasset.com](http://www.csopasset.com)

Telephone: (852) 3406 5688

2801-2803, Two Exchange Square, 8 Connaught Place, Central, Hong Kong