



Stride for stride  
keeping pace with the China A-share market

Bosera STAR 50 Index ETF  
A sub-Fund of Bosera ETFs

RMB counter stock code: **82832**  
HKD counter stock code: **02832**

## ANNUAL REPORT

For the year ended 31 December 2020

**BOSERA STAR 50 INDEX ETF**  
**(formerly known as BOSERA FTSE CHINA A50 INDEX ETF)**  
**A SUB-FUND OF BOSERA ETFS**

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**BOSERA STAR 50 INDEX ETF**  
**(formerly known as BOSERA FTSE CHINA A50 INDEX ETF)**  
**A SUB-FUND OF BOSERA ETFS**  
**MANAGEMENT AND ADMINISTRATION**

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**Manager and RQFII Holder**

Bosera Asset Management (International) Co., Limited  
Suite 4109, Jardine House  
One Connaught Place  
Central  
Hong Kong

**Investment Adviser\***

Krane Funds Advisors, LLC  
32nd Floor  
280 Park Ave  
New York  
United States of America

**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  
33/F, HSBC Building  
Shanghai IFC  
8 Century Avenue  
Pudong  
Shanghai 200120  
China

**Service Agent**

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

**Legal Counsel to the Manager**

Simmons & Simmons  
30th Floor One Taikoo Place  
979 King's Road  
Hong Kong

**Auditor**

PricewaterhouseCoopers  
Certified Public Accountants  
Registered Public Interest Entity Auditor  
22/F Prince's Building  
Central, Hong Kong

\*: Effective from 18th February 2021, the investment adviser has changed from Bosera Asset Management Co., Limited to Krane Funds Advisors, LLC and the address of investment adviser has changed from No. 5999 Yitian Rd, 21/F Fund Building, Shenzhen to 280 Park Ave, 32nd Floor, New York.

**BOSERA STAR 50 INDEX ETF**  
**(formerly known as BOSERA FTSE CHINA A50 INDEX ETF)**  
**A SUB-FUND OF BOSERA ETFS**  
**MANAGEMENT AND ADMINISTRATION (CONTINUED)**

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**Participating Dealers\***

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

BOCI Securities Limited  
20/F, Bank of China Tower  
1 Garden Road  
Central  
Hong Kong

BNP Paribas Securities Services  
21/F, PCCW Tower  
Taikoo Place  
979 King's Road  
Quarry Bay  
Hong Kong

China International Capital Corporation  
Hong Kong Securities Limited  
29/F, One International Finance Centre  
1 Harbour View Street  
Central  
Hong Kong

China Merchants Securities (HK) Co., Limited  
48/F, One Exchange Square  
8 Connaught Place Central  
Hong Kong

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

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

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

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

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

\*: Effective from 18th February 2021, the following financial institution had been removed from the list of participating dealers.

Morgan Stanley Hong Kong Securities Limited  
Level 31, International Commerce Centre  
1 Austin Road West Kowloon  
Hong Kong

**BOSERA STAR 50 INDEX ETF**  
**(formerly known as BOSERA FTSE CHINA A50 INDEX ETF)**  
**A SUB-FUND OF BOSERA ETFS**  
**MANAGEMENT AND ADMINISTRATION (CONTINUED)**

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**HKD Counter Market Maker\***

AP Capital Management (Hong Kong) Limited  
1217 Central Building  
1-3 Pedder Street  
Central  
Hong Kong

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

SG Securities (HK) Limited  
38/F Three Pacific Place  
1 Queen's Road East  
Central  
Hong Kong

**RMB Counter Market Maker\***

AP Capital Management (Hong Kong) Limited  
1217 Central Building  
1-3 Pedder Street  
Central  
Hong Kong

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

SG Securities (HK) Limited  
38/F Three Pacific Place  
1 Queen's Road East  
Central  
Hong Kong

\*: Effective from 18th February 2021 and 19th February 2021, AP Capital Management (Hong Kong) Limited and China Merchants Securities (HK) Co., Limited has been added to the list of HKD and RMB counter market makers, respectively.

**BOSERA STAR 50 INDEX ETF**  
**(formerly known as BOSERA FTSE CHINA A50 INDEX ETF)**  
**A SUB-FUND OF BOSERA ETFS**  
**REPORT OF THE MANAGER TO THE UNITHOLDERS**

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The Bosera STAR 50 Index ETF (formerly known as Bosera FTSE China A50 Index ETF) (the “ETF”), a sub-fund of Bosera ETFS, was listed on the Stock Exchange of Hong Kong on 9 December 2013 under both RMB and HKD counters. It aims to track the performance of FTSE China A50 Index (the “Index”), before fees and expenses. The Index is a price return index which means that its performance is calculated on the basis that any dividends from securities comprising the Index are not re-invested. The Index is denominated and quoted in RMB.

For the year ended 31 December 2020, the ETF had employed a full replication strategy. More than 95% of its Net Asset Value (“NAV”) had been invested in physical A-shares within the constituents of the Index. As of 31 December 2020, the ETF’s number of units outstanding was 1,500,000 with NAV amounted to RMB13,365,237.

During the period from 1 January 2020 to 31 December 2020, the Index increased by 23.10%, while NAV per unit of the ETF increased by 20.87%.

Bosera Asset Management (International) Co., Limited  
26 April 2021

**BOSERA STAR 50 INDEX ETF**  
**(formerly known as BOSERA FTSE CHINA A50 INDEX ETF)**  
**A SUB-FUND OF BOSERA ETFS**  
**REPORT OF THE TRUSTEE TO THE UNITHOLDERS**

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We hereby confirm that, in our opinion, the Manager of the Boser Star 50 Index ETF (formerly known as Boser FTSE China A50 Index ETF) (the “Sub-Fund”), a sub-fund of Boser ETFS, has, in all material respects, managed the Sub-Fund in accordance with the provisions of the Trust Deed dated 30 September 2013, as amended, for the year ended 31 December 2020.

HSBC Institutional Trust Services (Asia) Limited  
26 April 2021

**BOSERA STAR 50 INDEX ETF**  
**(formerly known as BOSERA FTSE CHINA A50 INDEX ETF)**  
**A SUB-FUND OF BOSERA ETFS**  
**STATEMENT OF RESPONSIBILITIES OF THE MANAGER AND THE TRUSTEE**

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**MANAGER’S RESPONSIBILITIES**

The Manager of the Bosera STAR 50 Index ETF (formerly known as Bosera FTSE China A50 Index ETF) (the “Sub-Fund”), a sub-fund of Bosera ETFs, is required by the Code on Unit Trusts and Mutual Funds issued by the Securities and Futures Commission of Hong Kong and the Trust Deed dated 30 September 2013, as amended (the “Trust Deed”) to prepare financial statements for each annual accounting year which give a true and fair view of the financial position of the Sub-Fund at the end of that 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 judgements 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.

Bosera ETFs (the “Trust”) is an umbrella unit trust governed by its Trust Deed. As at 31 December 2020, the Trust has established one Sub-Fund, namely, the Bosera STAR 50 Index ETF (formerly known as Bosera FTSE China A50 Index ETF).

**TRUSTEE’S RESPONSIBILITIES**

The Trustee of the Sub-Fund is required to:

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



**INDEPENDENT AUDITOR'S REPORT  
TO THE UNITHOLDERS OF BOSERA STAR 50 INDEX ETF (formerly known as BOSERA  
FTSE CHINA A50 INDEX ETF)  
(A SUB-FUND OF BOSERA ETFS)**

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**Opinion**

*What we have audited*

The financial statements of Bosera STAR 50 Index ETF (formerly known as Bosera FTSE China A50 Index ETF) (the "Sub-Fund") set out on pages 11 to 32, which comprise:

- the statement of financial position as at 31 December 2020;
- 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 2020, and of its financial transactions and cash flows for the year then ended in accordance with International Financial Reporting Standards ("IFRSs").

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**Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing ("ISAs"). 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 International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code.

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**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.

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

- Existence and valuation of investments

**INDEPENDENT AUDITOR’S REPORT  
TO THE UNITHOLDERS OF BOSERA STAR 50 INDEX ETF (formerly known as BOSERA  
FTSE CHINA A50 INDEX ETF)  
(A SUB-FUND OF BOSERA ETFS) (CONTINUED)**

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**Key Audit Matters (continued)**

Key Audit Matter	How our audit addressed the Key Audit Matter
<p><i>Existence and valuation of investments</i></p> <p>The Sub-Fund’s investments mainly comprised of listed equities valued at RMB12,779,007.</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 as at 31 December 2020</p> <p>Refer to note 9 to the financial statements</p>	<p>Our work included an assessment of the key controls over the existence and valuation of the investments, which included the following:</p> <ol style="list-style-type: none"> <li>1. We developed an understanding of the control objectives and related controls by obtaining the service organisation internal control reports provided by the trustee setting out the controls in place, and the independent service auditor’s assurance report over the design and operating effectiveness of those controls thereon.</li> <li>2. We evaluated the tests undertaken by the service auditor, the results of the tests undertaken and the opinions formed by the service auditor on the design and operating effectiveness of the controls, to the extent relevant to our audit of the Sub-Fund.</li> </ol> <p>We tested the existence of investments by obtaining direct confirmations from the custodians and agreeing the Sub-Fund’s holdings of investments to the confirmations. Based on the procedures we performed, we found the Sub-Fund’s holdings of investments to be in agreement with the confirmations received.</p> <p>We agreed the valuation of the Sub-Fund’s investments by comparing the pricing used by the Sub-Fund to external pricing sources as at 31 December 2020. Based on the procedures we performed, we found them to be in agreement.</p>

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**Other Information**

The manager and the trustee (the “Management”) of the Sub-Funds 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 BOSERA STAR 50 INDEX ETF (formerly known as BOSERA  
FTSE CHINA A50 INDEX ETF)  
(A SUB-FUND OF BOSERA ETFS) (CONTINUED)**

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**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 IFRSs, 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 30 September 2013, as amended ("Trust Deed") and Appendix E of the Code on Unit Trusts and Mutual Funds issued by the Hong Kong Securities and Futures Commission (the "SFC Code").

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**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 ISAs 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 Appendix E of the SFC Code.

As part of an audit in accordance with ISAs, 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.
- 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.

**INDEPENDENT AUDITOR'S REPORT  
TO THE UNITHOLDERS OF BOSERA STAR 50 INDEX ETF (formerly known as BOSERA  
FTSE CHINA A50 INDEX ETF)  
(A SUB-FUND OF BOSERA ETFS) (CONTINUED)**

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

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, actions taken to eliminate threats or safeguards applied.

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.

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**Report on matters under the relevant disclosure provisions of the Trust Deed and 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 Appendix E of the SFC Code.

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The engagement partner on the audit resulting in this independent auditor's report is Antoinette Hoon.

**PricewaterhouseCoopers**  
Certified Public Accountants

Hong Kong, 26 April 2021

**BOSERA STAR 50 INDEX ETF**  
**(formerly known as BOSERA FTSE CHINA A50 INDEX ETF)**  
**A SUB-FUND OF BOSERA ETFS**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2020**

	Note	2020 RMB	2019 RMB
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Deposit reserve		56,000	56,000
<b>Current Assets</b>			
Financial assets at fair value through profit or loss	9(a)	12,779,007	10,743,737
Interest receivable		1	-
Rebates receivable	7(f)	536,162	515,101
Cash and cash equivalents	7(c)	299,878	137,844
<b>Total Assets</b>		<u>13,671,048</u>	<u>11,452,682</u>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Other accounts payable	7(a),(b),(e)	<u>305,811</u>	<u>394,654</u>
<b>Total Liabilities</b>		<u>305,811</u>	<u>394,654</u>
<b>EQUITY</b>			
Net assets attributable to unitholders		<u>13,365,237</u>	<u>11,058,028</u>

For and on behalf of  
Bosera Asset Management (International) Co., Limited  
as the Manager

For and on behalf of  
HSBC Institutional Trust Services (Asia) Limited  
as the Trustee

The notes on pages 15 to 32 are an integral part of these financial statements.

**BOSERA STAR 50 INDEX ETF**  
**(formerly known as BOSERA FTSE CHINA A50 INDEX ETF)**  
**A SUB-FUND OF BOSERA ETFS**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

	Note	2020 RMB	2019 RMB
<b>INCOME</b>			
Dividend income		301,785	290,844
Interest on bank deposits	7(c)	1,418	1,507
Rebates	7(f)	533,918	515,132
Net gains on financial assets at fair value through profit or loss	5	2,386,995	2,995,683
Net foreign currency losses		(6,029)	(7,774)
<b>Total net income</b>		<u>3,218,087</u>	<u>3,795,392</u>
<b>EXPENSES</b>			
Trustee fee	7(b)	(480,000)	(480,000)
Transaction costs on investments	7(e)	(36,975)	(22,128)
Accounting and professional fees	7(e)	(55,240)	(55,312)
Audit fee	14	(139,769)	(168,621)
Legal and professional fees		(95,002)	-
Other expenses	7(e)	(73,515)	(78,933)
<b>Total operating expenses</b>		<u>(880,501)</u>	<u>(804,994)</u>
<b>Operating profit</b>		<u>2,337,586</u>	<u>2,990,398</u>
<b>Taxation</b>			
Withholding tax on dividend and interest income	6	(30,377)	(29,257)
<b>Total comprehensive income</b>		<u><u>2,307,209</u></u>	<u><u>2,961,141</u></u>

The notes on pages 15 to 32 are an integral part of these financial statements.

**BOSERA STAR 50 INDEX ETF**  
**(formerly known as BOSERA FTSE CHINA A50 INDEX ETF)**  
**A SUB-FUND OF BOSERA ETFS**  
**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

	<b>2020</b>	<b>2019</b>
	<b>RMB</b>	<b>RMB</b>
Net assets attributable to unitholders at the beginning of the year	11,058,028	8,096,887
	-----	-----
<b>Total comprehensive income</b>	2,307,209	2,961,141
	=====	=====
Net assets attributable to unitholders at the end of the year	13,365,237	11,058,028
	=====	=====
	<b>Units</b>	<b>Units</b>
	<b>Units</b>	<b>Units</b>
Number of units in issue at the beginning and the end of the year	4	1,500,000
	=====	=====

The notes on pages 15 to 32 are an integral part of these financial statements.

**BOSERA STAR 50 INDEX ETF**  
**(formerly known as BOSERA FTSE CHINA A50 INDEX ETF)**  
**A SUB-FUND OF BOSERA ETFS**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

	<b>2020</b>	<b>2019</b>
	<b>RMB</b>	<b>RMB</b>
<b>Cash flows from operating activities</b>		
Income before taxation	2,337,586	2,990,398
Adjustment for:		
Dividend income	(301,785)	(290,844)
Interest on bank deposits	(1,418)	(1,507)
Operating profit before working capital changes	2,034,383	2,698,047
Net increase in financial assets at fair value through profit or loss	(2,035,270)	(2,987,839)
Net increase in rebates receivable	(21,061)	(47,066)
Net (decrease)/increase in other accounts payable	(88,843)	67,384
Cash used in operations	(110,791)	(269,474)
Dividend received	301,785	290,844
Interest received	1,417	1,507
Withholding tax paid on dividend and interest income	(30,377)	(29,257)
<b>Net cash generated from/(used in) operating activities</b>	162,034	(6,380)
<b>Net increase/(decrease) in cash and cash equivalents</b>	162,034	(6,380)
Cash and cash equivalents at the beginning of the year	137,844	144,224
<b>Cash and cash equivalents at the end of the year</b>	299,878	137,844
<b>Analysis of balances of cash and cash equivalents</b>		
Bank balances	299,878	137,844

The notes on pages 15 to 32 are an integral part of these financial statements.



**BOSERA STAR 50 INDEX ETF**  
**(formerly known as BOSERA FTSE CHINA A50 INDEX ETF)**  
**A SUB-FUND OF BOSERA ETFS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

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**1. GENERAL INFORMATION**

Bosera ETFs (the "Trust") is an umbrella unit trust governed by its trust deed dated 30 September 2013, 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. On 30 September 2013, the Trust established one sub-fund namely Bosera STAR 50 Index ETF (formerly known as Bosera FTSE China A50 Index ETF) (the "Sub-Fund"). The Sub-Fund is listed on the Stock Exchange of Hong Kong Limited. The date of inception of the Sub-Fund was 30 September 2013.

The Manager and the Trustee of the Sub-Fund are Bosera Asset Management (International) Co., Limited (the "Manager") and HSBC Institutional Trust Services (Asia) Limited (the "Trustee") respectively.

During the year ended 31 December 2020, the investment objective of Bosera FTSE China A50 Index ETF is to provide investment results that, before deduction of fees and expenses, closely correspond to the performance of the underlying index, namely FTSE China A50 Index (the "Index"). In order to achieve the investment objective of the Sub-Fund, the Manager adopts a full replication strategy by directly investing all, or substantially all, of the assets of the Sub-Fund in index securities constituting the Index in substantially the same weightings (i.e. proportions) as these index securities have in the Index. The Manager does not use a representative sampling strategy other than in exceptional circumstances such as restrictions, suspensions of trading or limited availability of index securities.

Subsequent to the year ended 31 December 2020, the Trustee and the Manager by execution of another supplemental Trust Deed dated 28 January 2021, changed the name of the Sub-Fund to Bosera STAR 50 Index ETF and the underlying index of the Sub-Fund to SSE Science and Technology Innovation Board 50 Index with effective from 18 February 2021. The investment objective of the Sub-Fund is to provide investment results that, before fees and expenses, closely correspond to the performance of the underlying index namely SSE Science and Technology Innovation Board 50 Index with effective from 18 February 2021.

The Manager has obtained Renminbi Qualified Foreign Institutional Investor ("RQFII") status from the China Securities Regulatory Commission ("CSRC") and has been granted RQFII quota by the State Administration of Foreign Exchange ("SAFE") of the People's Republic of China ("PRC") pursuant to the RQFII Regulations. The Sub-Fund utilises RQFII quota granted by SAFE to the Manager. The total amount of RQFII quota available to the Manager for use by public fund products under the Manager's management is limited at any given time. The Manager has the flexibility to allocate such RQFII quota across different public fund products under the Manager's management from time to time. As such the Sub-Fund does not have exclusive use of and must rely on the Manager's management and allocation of such RQFII quota. There can be no assurance that the Manager can obtain or allocate sufficient RQFII quota to the Sub-Fund to fully satisfy creation requests.

These financial statements which comprise the statement of financial position as at 31 December 2020, and the statement of comprehensive income, statement of changes in net assets attributable to unitholders and statement of cash flows for the year then ended, are prepared for the Sub-Fund only as the reporting entity.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**(a) Basis of preparation**

The financial statements of the Sub-Fund have been prepared in accordance with International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB"). The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities at fair value through profit or loss.

The preparation of financial statements in conformity with IFRS requires the use of certain accounting estimates. It also requires the Trustee and Manager (the "Management") to exercise its judgement in the process of applying the Sub-Fund's accounting policies.

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

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

Standards and amendments to existing standards effective 1 January 2020

There are no standards, amendments to standards or interpretations that are effective for the annual period beginning on 1 January 2020 that have a material impact on the financial statements of the Sub-Fund except for the below:

- (i) Definition of Material – amendments to IAS 1 and IAS 8
- (ii) Revised conceptual framework for Financial Reporting

New standards, amendments and interpretations effective after 1 January 2020 and have not been early adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2020, 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) Financial assets at fair value through profit or loss**

(i) Classification

Assets

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. All investments are measured at fair value through profit or loss.

The Sub-Fund's policy requires the Management to evaluate the information about these financial assets and liabilities on a fair value basis together with other related financial information.

(ii) Recognition, derecognition and measurement

Regular purchases and sales of investments are recognised on the trade date – the date on which the Sub-Fund commits to purchase or sell the investment. Financial assets and financial liabilities at fair value through profit or loss are initially recognised at fair value. Transaction costs are expensed as incurred in the statement of comprehensive income.

Financial assets 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.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the “financial assets or financial liabilities at fair value through profit or loss” category are presented in the statement of comprehensive income within net gains/(losses) on financial assets at fair value through profit or loss in the period in which they arise.

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

**(b) Financial assets at fair value through profit or loss (Continued)**

(iii) 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 trading securities) are based on quoted market prices at the close of trading on the reporting date. An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The Fund utilises the last traded market price for both financial assets and financial 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, management will determine the point within the bid-ask spread that is most representative of fair value.

(iv) 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 year.

**(c) Amounts due from/to participating dealers and brokers**

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

Amounts due from/to brokers represent receivables from investments sold and payables for investments purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively. The due from brokers balance is held for collection.

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 and brokers 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 and brokers, probability that the participating dealers and brokers 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) Dividend income, interest income and rebates**

Dividend income is recorded on the ex-dividend date when shareholder's right to receive payment is established with the corresponding foreign withholding taxes recorded as an expense.

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

Rebates are recognised when the right to receive payment from the Manager is established (refer to note 7(f)).

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

**(e) Other receivables and payables**

Other receivables and payables are recognised initially at fair value, and subsequently stated at amortised costs using the effective interest method.

**(f) Transaction costs**

Transaction costs are costs incurred to acquire financial assets or liabilities at fair value through profit or loss. They include fees and commissions paid to agents, brokers and dealers and, transaction handling fees paid to the Trustee. Transaction costs, when incurred, are immediately recognised in profit or loss as an expense.

**(g) Expenses**

Expenses are accounted for on an accrual basis.

**(h) Cash and cash equivalents**

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

**(i) 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 in the PRC and the performance of the Sub-Fund is measured and reported to the unitholders in RMB. The Manager considers RMB as the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions. 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 cash and cash equivalents are presented in the statement of comprehensive income within “net foreign currency losses”.

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 gains/(losses) on financial assets at fair value through profit or loss”.

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

**(j) Redeemable units**

The Sub-Fund issues redeemable units which are redeemable at the holder's option and are classified as equity.

Redeemable units can be put back to the Sub-Fund at any dealing date for cash equal to a proportionate share of the Sub-Fund's net asset value. Units are redeemable on a daily basis.

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.

**(k) Taxation**

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

The Sub-Funds does not make tax provisions on the gains arising from China A-shares, these gains are currently exempt from Corporate Income Tax pursuant to Caishui [2014] No.79 ("Circular 79").

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.

**(l) Establishment costs**

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

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**3. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS**

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.

**Fair value of securities that were suspended for trading**

Management made its judgement in determining the fair values of these investments, if any, 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 2020 and 2019, the Sub-Fund held no positions in suspended stock.

**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.

There was no movement in the redeemable units for the years ended 31 December 2020 and 2019:

	<b>2020</b>	<b>2019</b>
	<b>Units</b>	<b>Units</b>
Number of units in issue at the beginning and at the end of the year	1,500,000	1,500,000
	<u>1,500,000</u>	<u>1,500,000</u>
	<b>2020</b>	<b>2019</b>
	<b>RMB</b>	<b>RMB</b>
Net assets attributable to unitholders per unit at 31 December	8.9102	7.3720
	<u>8.9102</u>	<u>7.3720</u>

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**5. NET GAINS ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS**

	<b>2020</b>	<b>2019</b>
	<b>RMB</b>	<b>RMB</b>
Net fair value change in unrealised gains/(losses) in value of investments	1,851,353	2,829,876
Net realised gains on sale of investments	535,642	165,807
	<u>2,386,995</u>	<u>2,995,683</u>

**6. TAXATION**

Hong Kong profits tax

No provision for Hong Kong profits tax has been made for the Sub-Fund as it is 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 withholding tax

The Sub-Fund will continue to make a withholding income tax (“WIT”) provision of 10% for the account of the Bosera STAR 50 Index ETF (formerly known as Bosera FTSE China A50 Index ETF) on dividend and interest if the WIT is not withheld at source (where WIT is already withheld at source, no further provision will be made). The amount of provision in relation to dividend and/or interest income will be disclosed in the financial statements of the Sub-Fund.

The Sub-Fund invests in A-Shares listed in the PRC and is subject to 10% withholding tax on dividend income derived from A-Shares.

The taxation of the Sub-Fund for the years ended 31 December 2020 and 2019 represents:

	<b>2020</b>	<b>2019</b>
	<b>RMB</b>	<b>RMB</b>
Withholding tax on dividend income	30,249	29,147
Withholding tax on interest income	128	110
	<u>30,377</u>	<u>29,257</u>

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**6. TAXATION (Continued)**

The movement in provision for taxation during the year is as follows:

	<b>2020</b>	<b>2019</b>
	<b>RMB</b>	<b>RMB</b>
At the beginning of the year	-	-
Taxation charged to the statement of comprehensive income for the year	30,377	29,257
Tax paid	(30,377)	(29,257)
	<hr/>	<hr/>
At the end of the year	-	-
	<hr/> <hr/>	<hr/> <hr/>

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

The following is a summary of significant related party transactions entered into during the year between the Sub-Fund and the Trustee, the Manager and their connected persons. Connected persons are those as defined in the Code on Unit Trusts and Mutual Funds issued by the Securities and Futures Commission of Hong Kong. All transactions entered into during the years ended 31 December 2020 and 2019 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 significant transactions with connected persons except for those disclosed below.

**(a) Management fee**

The Manager is entitled to receive a management fee, currently at the rate of 0.99% per annum of the net asset value of the Sub-Fund accrued daily and calculated as at each dealing day and payable monthly in arrears. The Manager decided to waive the management fee chargeable to the Sub-Fund for the years ended 31 December 2020 and 2019.

For the year ended 31 December 2020, the Manager did not charge any management fee (2019: Nil). At 31 December 2020 and 2019, no management fee was payable to the Manager.

**(b) Trustee fee**

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

First RMB200 million	0.16%
Next RMB1,000 million	0.14%
Next RMB1,000 million	0.12%
Next RMB1,000 million	0.10%
Thereafter	0.08%



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**7. TRANSACTIONS WITH RELATED PARTIES INCLUDING THE TRUSTEE, MANAGER AND ITS CONNECTED PERSONS (Continued)**

**(b) Trustee fee (Continued)**

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

The Trustee, acting as the Registrar, is also entitled to a fee of RMB120 per participating dealer per transaction.

The Trustee is also entitled to receive from each participating dealer an administrative transaction fee of RMB12,000 per application for handling any cash creation and redemption of units.

For the year ended 31 December 2020, the Trustee was entitled to a total fee of RMB480,000 (2019: RMB480,000). At 31 December 2020, a fee of RMB40,000 (2019: RMB40,000) was payable to the Trustee.

**(c) Bank balances, interest income and bank charges**

As at 31 December 2020, bank balances of RMB120,566 (2019: RMB66,655) and RMB179,312 (2019: RMB71,189) were maintained with the Custodian and the PRC Custodian, group companies of the Trustee, which earned interest income of RMB1,418 (2019: RMB1,507). The Sub-Fund did not incur any bank charges for the year ended 31 December 2020 and 2019.

**(d) Holding in the Sub-Fund**

The Manager held 300,000 units (2019: 300,000) in the Sub-Fund, representing 20% (2019: 20%) of the Sub-Fund's net asset value as at 31 December 2020. During the years ended 31 December 2020 and 2019, there were no purchase or sales of units of the Sub-Fund by the Manager. The net realised gains/(losses) and the net unrealised gains/(losses) of the Manager amounted to nil (2019: nil) and RMB689,506 (2019: RMB44,404) respectively.

**(e) Other fees**

Transaction handling fees on purchases and sales of investments, fees for the preparation of annual and interim reports, SWIFT charges and other expenses were charged by the Trustee, amounting to RMB85,927 (2019: RMB75,014) for the year ended 31 December 2020, of which RMB31,930 (2019: RMB34,519) was outstanding at year end.

**(f) Rebates**

With effect from 8 August 2016, the ongoing charges in respect of the Sub-Fund would be capped at 3% of the average net asset value of the Sub-Fund. Any excess of ongoing expense of the Sub-Fund would be borne by the Manager and paid to the Sub-Fund as rebates. During the year ended 31 December 2020, total rebates from the Manager amounted to RMB533,918 (2019: RMB515,132), of which RMB536,162 (2019: RMB515,101) was outstanding at year end.

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**7. TRANSACTIONS WITH RELATED PARTIES INCLUDING THE TRUSTEE, MANAGER AND ITS CONNECTED PERSONS (Continued)**

**(g) Holdings in connected persons of the Manager**

As at 31 December 2020, the Sub-Fund held shares in China Merchants Bank Co. Ltd (2019: China Merchants Bank Co. Ltd and China Merchants Shekou Industrial Zone Holdings Co., Ltd) which is a fellow subsidiary of the Manager.

The movement of the Sub-Fund's investment is as follows:

China Merchants Bank Co., Ltd

China Merchants Bank Co. Ltd is a security within the FTSE China A50 Index during the year ended 31 December 2019 and 2020.

	<b>2020</b>	<b>2019</b>
	<b>Shares</b>	<b>Shares</b>
At the beginning of the year	21,084	20,884
Purchases	900	1,000
Sales	(2,600)	(800)
	<hr/>	<hr/>
At the end of the year	<u>19,384</u>	<u>21,084</u>

China Merchants Shekou Industrial Zone Holdings Co., Ltd.

China Merchants Shekou Industrial Zone Holdings Co., Ltd. was a security within the FTSE China A50 Index during the year ended 31 December 2019. On 23 March 2020, China Merchants Shekou Industrial Zone Holdings Co., Ltd was removed from the FTSE China A50 Index. The Sub-Fund disposed the shares accordingly during the year ended 31 December 2020.

	<b>2020</b>	<b>2019</b>
	<b>Shares</b>	<b>Shares</b>
At the beginning of the year	3,800	3,600
Purchases	-	200
Sales	(3,800)	-
	<hr/>	<hr/>
At the end of the year	<u>-</u>	<u>3,800</u>

**8. TRANSACTION COSTS**

Transaction 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, advisers, brokers and dealers

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**9. 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 FTSE China A50 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 invest.

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 FTSE China A50 Index, therefore the exposures to market risk in the Sub-Fund will be substantially the same as the tracked index. All investments present a risk of loss of capital. 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.

However, the Sub-Fund may not be able to acquire constituent stocks of the Index under exceptional circumstances such as investment restrictions, suspensions of trading, limited availability, or if it is not cost efficient for the Sub-Fund to invest in the constituent stocks. In such circumstances the Manager may use a representative sampling strategy where the Sub-Fund may invest in listed A Shares that are non-constituent of the Index but feature a high correlation with the underlying index.

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

	<b>2020</b>		<b>2019</b>	
	<b>Fair value</b>	<b>% of net</b>	<b>Fair value</b>	<b>% of net</b>
	<b>RMB</b>	<b>asset</b>	<b>RMB</b>	<b>asset</b>
		<b>value</b>		<b>value</b>
Listed equities - by industry				
Communications	-	-	119,589	1.08
Consumer Discretionary	1,364,134	10.21	-	-
Consumer Staples	3,220,424	24.10	-	-
Consumer, Cyclical	-	-	959,566	8.68
Consumer, Non-cyclical	-	-	2,332,723	21.10
Energy	175,393	1.31	199,177	1.80
Financial	5,178,287	38.74	6,062,374	54.82
Health Care	824,144	6.17	-	-
Industrial	425,611	3.18	934,296	8.45
Information Technology	783,150	5.86	-	-
Materials	373,356	2.79	-	-
Real Estate	304,220	2.28	-	-
Utilities	130,288	0.97	136,012	1.23
	<u>12,779,007</u>	<u>95.61</u>	<u>10,743,737</u>	<u>97.16</u>

The Sub-Fund held 50 (2019: 50) out of 50 (2019: 50) constituents comprising the FTSE China A50 Index. The Sub-Fund is therefore exposed to substantially the same market price risk as the FTSE China A50 Index.

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

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

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

Sensitivity analysis in the event of a possible change in the index by 30% (2019:30%) as estimated by the Manager

As at 31 December 2020, if the FTSE China A50 Index were to increase by 30% (2019: 30%), with all other variables held constant, this would increase the pre-tax profit for the year and the net asset value by approximately RMB3,833,702 (2019: RMB3,223,121). Conversely, if the FTSE China A50 Index were to decrease by 30% (2019: 30%), this would decrease the pre-tax profit for the year and the net asset value by an equal amount.

**(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 2020 and 2019, interest rate risk arises only from bank balances, while the interest rate resets monthly. As these interest bearing assets are short-term in nature, 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. Therefore, no sensitivity analysis has been disclosed.

**(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 is exposed to currency risk related to Renminbi against United States Dollars and Hong Kong Dollars. The table below summarised the Sub-Fund's net exposure, monetary and non-monetary, which are denominated in a currency other than Renminbi.

As at 31 December 2020

**RMB equivalent**

United States Dollar	
Monetary	(31,930)
Hong Kong Dollar	
Monetary	23,481

As at 31 December 2019

**RMB equivalent**

United States Dollar	
Monetary	(34,519)
Hong Kong Dollar	
Monetary	(209,379)

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

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

**(iii) Currency risk (Continued)**

The table below summarised the impact of increase or decrease of exchange rate on the exposure table above, to which Sub-Fund is exposed. The analysis is based on the assumption that the exchange rate had increased/decreased by 5% (2019: 5%), with all other variables held constant.

As at 31 December 2020

	<b>Impact on net assets and pre-tax profit RMB</b>
United States Dollar Monetary	±1,597
Hong Kong Dollar Monetary	±1,174

As at 31 December 2019

	<b>Impact on net assets and pre-tax profit RMB</b>
United States Dollar Monetary	±1,726
Hong Kong Dollar Monetary	±10,469

The Manager has used their view of what would be a “reasonable possible shift” in the exchange rates to estimate the change for use in the currency risk sensitivity analysis above.

Disclosure above are shown in absolute terms, changes and impacts could be positive or negative. Changes in exchange rate % are revised annually depending on the Manager’s current view of exchange rates volatility and other relevant factors.

**(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’s financial assets which are potentially subject to concentrations of credit risk consist principally of bank deposits and assets held with the custodian.

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, and 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 2020, the Sub-Fund placed bank balances of RMB120,566 (2019: RMB66,655) with HSBC, which is the custodian of the Sub-Fund. The S&P credit rating of HSBC is AA- (2019: AA-).

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

**(b) Credit and counterparty risk (Continued)**

As at 31 December 2020, the Sub-Fund placed bank balances of RMB179,312 (2019: RMB71,189) and investments of RMB12,779,007 (2019: RMB10,743,737) with HSBC China, which is the PRC custodian of the Sub-Fund. The Moody's long term credit rating of HSBC China is A1 (2019: A1).

The Sub-Fund measures credit risk and expected credit losses using probability of default, exposure at default and loss given default. Management considers both historical analysis and forward looking information in determining any expected credit loss. Management considers 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 2020 and 2019 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.

	<b>Less than 1 month RMB</b>	<b>1 month to 3 months RMB</b>	<b>Over 3 months and within 1 year RMB</b>	<b>Total RMB</b>
<b>As at 31 December 2020</b>				
Other accounts payable	62,694	-	243,117	305,811
<b>Contractual cash outflow</b>	<u>62,694</u>	<u>-</u>	<u>243,117</u>	<u>305,811</u>
	<b>Less than 1 month RMB</b>	<b>1 month to 3 months RMB</b>	<b>Over 3 months and within 1 year RMB</b>	<b>Total RMB</b>
<b>As at 31 December 2019</b>				
Other accounts payable	60,041	-	334,613	394,654
<b>Contractual cash outflow</b>	<u>60,041</u>	<u>-</u>	<u>334,613</u>	<u>394,654</u>

Units are redeemed on demand at the unitholder's option. As at 31 December 2020, there were 3 unitholders (2019: 3) holding more than 10% of the Sub-Fund's units, in aggregate, representing 63.56% (2019: 70.71%) of the Sub-Fund's net assets.

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

**(e) Liquidity risk (Continued)**

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:

	<b>Less than 7 days RMB</b>	<b>More than 12 months RMB</b>	<b>Total RMB</b>
<b>As at 31 December 2020</b>			
Total assets	13,615,048	56,000	13,671,048
	<b>Less than 7 days RMB</b>	<b>More than 12 months RMB</b>	<b>Total RMB</b>
<b>As at 31 December 2019</b>			
Total assets	11,396,682	56,000	11,452,682

**(d) Fair value estimation**

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

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

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

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 entity 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 or indirectly (level 2).
- Inputs for the asset or liability that are 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 judgement, considering factors specific to the asset or liability.

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

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

The determination of what constitutes “observable” requires significant judgement by the Manager. The Manager 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 2020 and 2019:

	<b>Level 1 RMB</b>	<b>Level 2 RMB</b>	<b>Level 3 RMB</b>	<b>Total RMB</b>
<b>As at 31 December 2020</b>				
Financial assets at fair value through profit or loss				
- Equity securities	12,779,007	-	-	12,779,007
<b>Total assets</b>	<u>12,779,007</u>	<u>-</u>	<u>-</u>	<u>12,779,007</u>
	<b>Level 1 RMB</b>	<b>Level 2 RMB</b>	<b>Level 3 RMB</b>	<b>Total RMB</b>
<b>As at 31 December 2019</b>				
Financial assets at fair value through profit or loss				
- Equity securities	10,743,737	-	-	10,743,737
<b>Total assets</b>	<u>10,743,737</u>	<u>-</u>	<u>-</u>	<u>10,743,737</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 considers the last traded price is the best estimation of the fair value. As at 31 December 2020 and 2019, there was no level 2 securities in the Sub-Fund.

There has been one suspended equity as at 31 December 2018. The suspended equity investment of RMB353,770 had been transferred from Level 2 to Level 1 upon resumption of trading and classified as level 1 investment as at 31 December 2019. Transfers between levels of the fair value hierarchy are deemed to have occurred at the beginning of the reporting period.

Investments classified within level 3 have significant unobservable inputs, as they trade infrequently. As at 31 December 2020 and 2019, the Sub-Fund did not hold any investments classified in level 3.

Assets and liabilities included in the statement of financial position, except for financial assets at fair value through profit or loss, are carried at amortised cost; their carrying values are a reasonable approximation of fair value.



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

**(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 circumstances stipulated in the prospectuses of the Sub-Fund.

**10. FINANCIAL INSTRUMENTS BY CATEGORY**

Apart from financial assets at fair value through profit or loss as disclosed in the statement of financial position, all other financial assets as disclosed in the statement of financial position are categorised as "financial assets at amortised cost".

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

Pursuant to the SFC's Guidelines for Regulating Index Tracking Exchange Trade Funds (the "ETF Guidelines"), the Manager is permitted to overweight the holdings of the Sub-Fund relative to their respective weightings in the underlying index, on the condition that the maximum extra weighting in any constituent securities will not exceed the maximum limit reasonably determined by the Manager and after consultation with the SFC. The maximum limit for the Sub-Fund is 4% as disclosed in the Sub-Fund's prospectus.

The Manager and the Trustee have confirmed that the Sub-Fund has complied with this limit during the years ended 31 December 2020 and 2019.

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).

There was 1 constituent security that individually accounted for more than 10% of the net asset value of the Sub-Fund (2019: 1 constituent security) and its respective weighting of the FTSE China A50 Index as at 31 December 2020 and 2019 are as follows:

<b>Securities</b>	<b>% of net asset value</b>		<b>Respective weighting in the index (%)</b>	
	<b>2020</b>	<b>2019</b>	<b>2020</b>	<b>2019</b>
Kweichow Moutai Co Ltd	10.27	8.42	11.37	8.75
Ping An Insurance (Group) Company of China, Ltd	9.76	12.44	10.31	13.16

For the year ended 31 December 2020, the FTSE China A50 Index increased by 23.10% (2019: increased by 38.47%) while the net asset value per unit of the Sub-Fund increased by 20.87% (2019: increased by 36.57%).

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**12. SOFT COMMISSION ARRANGEMENT**

The Manager confirms that there were no soft commission arrangements existing during the year ended 31 December 2020 (2019: Nil) in relation to directing transactions of the Sub-Fund through a broker or dealer.

**13. DISTRIBUTIONS**

The Sub-Fund did not make any distributions during the years ended 31 December 2020 and 2019.

**14. AUDIT FEE**

For the year ended 31 December 2020 and 2019, the audit fees includes RQFII audit fee.

**15. 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. There were no changes in the reportable segment during the years ended 31 December 2020 and 2019. The objectives of the Sub-Fund are to track the performance of the FTSE China A50 Index and invest in substantially all the index constituents with security weight and industry weight that are closely aligned with the characteristics of the tracked index.

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

The Sub-Fund is domiciled in Hong Kong. The Sub-Fund's income is derived from investments in PRC securities which constitute FTSE China A50 Index, the tracked index.

The Sub-Fund has a diversified portfolio of investments and 1 single investment accounts for more than 10% of the Sub-Fund's net asset value as at 31 December 2020 (2019: 1 single investment).

**16. Subsequent Events**

Except for the events disclosed in note 1, there is no material subsequent event that would require disclosure in the financial statements.

**17 Approval of financial statements**

The financial statements were approved by the Trustee and the Manager on 26 April 2021.

**BOSERA STAR 50 INDEX ETF**  
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**INVESTMENT PORTFOLIO (UNAUDITED)**  
**AS AT 31 DECEMBER 2020**

	Holdings	Fair Value RMB	% of Net Assets
<b>INVESTMENTS (95.61%)</b>			
<b>LISTED EQUITIES (95.61%)</b>			
<b>CHINA (95.61%)</b>			
AGRICULTURAL BANK OF CHINA	63,004	197,832	1.48
AIER EYE HOSPITAL GROUP CO	2,000	149,780	1.12
ANHUI CONCH CEMENT COMPANY LTD	3,000	154,860	1.16
BANK OF CHINA LTD	36,278	115,364	0.86
BANK OF COMMUNICATIONS LTD	34,413	154,170	1.15
BEIJING SHANGHAI HIGH SPEED RAILWAY CO LTD	4,800	27,168	0.20
BYD CO LTD	1,300	252,590	1.89
CHINA CITIC BANK CORP	5,000	25,550	0.19
CHINA CONSTRUCTION BANK	15,506	97,378	0.73
CHINA EVERBRIGHT BANK CO LTD	24,000	95,760	0.72
CHINA LIFE INSURANCE CO	2,571	98,701	0.74
CHINA MERCHANTS BANK CO LTD	19,384	851,927	6.37
CHINA MINSHENG BANKING CO LTD	45,480	236,496	1.77
CHINA PACIFIC INSURANCE GROUP	4,469	171,610	1.28
CHINA PETROLEUM & CHEMICAL CORP	17,180	69,235	0.52
CHINA SHENHUA ENERGY CO LTD	3,412	61,450	0.46
CHINA STATE CONSTRUCTION ENGINEERING CORP LTD	28,833	143,300	1.07
CHINA TOURISM GROUP DUTY FREE CORP LTD ( FORMERLY KNOWN AS CHINA INTERNATIONAL TRAVEL SERVICE CORP LTD)	1,300	367,185	2.75
CHINA VANKE CO LTD	10,600	304,220	2.28
CHINA YANGTZE POWER CO LTD	6,800	130,288	0.98
CITIC SECURITIES CO LTD	13,883	408,160	3.05
CONTEMPORARY AMPEREX TECHNOLOGY CO LTD	400	140,444	1.05
CSC FINANCIAL CO LTD	700	29,400	0.22
EAST MONEY INFORMATION CO LTD	7,800	241,800	1.81
FOSHAN HAITIAN FLAVOURING & FOOD CO LTD	500	100,270	0.75
FOXCONN INDUSTRIAL INTERNET CO LTD	2,000	27,380	0.21
GREE ELECTRIC APPLIANCES INC OF ZHUHAI	5,900	365,446	2.73
HANGZHOU HIKVISION DIGITAL TECHNOLOGY CO LTD	4,690	227,512	1.70
INDUSTRIAL AND COMMERCIAL BANK OF CHINA LTD	37,094	185,099	1.39
INDUSTRIAL BANK CO LTD	22,800	475,836	3.56
INNER MONGILIA YILI INDUSTRIAL GROUP CO LTD	8,200	363,834	2.72
JIANGSU HENGRUI MEDICINE CO LTD	4,038	450,075	3.37
JIANGSU YANGHE BREWERY JOINT-STOCK CO LTD	700	165,193	1.24
KWEICHOW MOUTAI CO LTD	687	1,372,626	10.27
LONGI GREEN ENERGY TECHNOLOGY	3,100	285,820	2.14
LUXSHARE PRECISION INDUSTRY CO LTD	4,320	242,438	1.81
LUZHOU LAOJIAO CO LTD	1,100	248,776	1.86
MIDEA GROUP COMPANY LIMITED	2,288	225,231	1.69
MUYUAN FOODSTUFF CO LTD	1,600	123,360	0.92

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**INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)**  
**AS AT 31 DECEMBER 2020**

INVESTMENTS (95.61%) (Continued)	Holdings	Fair Value RMB	% of Net Assets
<b>LISTED EQUITIES (95.61%) (Continued)</b>			
<b>CHINA (95.61%) (Continued)</b>			
PETROCHINA CO LTD	10,773	44,708	0.33
PING AN BANK CO LTD	13,396	259,079	1.94
PING AN INSURANCE (GROUP) CO OF CHINA LTD	15,000	1,304,700	9.76
S F HOLDING CO LTD	1,300	114,699	0.86
SAIC MOTOR CORP LTD	4,707	115,039	0.86
SHANGHAI PUDONG DEVELOPMENT BANK CO LTD	23,701	229,426	1.72
SHENZHEN MINDRAY BIO MEDICAL ELECTRONICS CO LTD	400	170,400	1.28
WANHUA CHEMICAL GROUP CO LTD	2,400	218,496	1.63
WULIANGYE YIBIN CO LTD	2,900	846,365	6.33
WUXI APPTec CO LTD	400	53,888	0.40
YAXIA AUTOMOBILE CORP	1,100	38,643	0.29
 		<hr/>	<hr/>
TOTAL INVESTMENTS		12,779,007	95.61
 		<hr/>	<hr/>
OTHER NET ASSETS		586,230	4.39
 		<hr/>	<hr/>
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		13,365,237	100.00
 		<hr/> <hr/>	<hr/> <hr/>
TOTAL INVESTMENTS, AT COST		6,766,190	

**BOSERA STAR 50 INDEX ETF**  
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**STATEMENT OF MOVEMENT IN INVESTMENT PORTFOLIO (UNAUDITED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

	Holdings				31 December 2020
	1 January 2020	Additions	Disposals	Corporate Action	
<b>INVESTMENTS</b>					
<b>LISTED EQUITIES</b>					
360 SECURITY TECHNOLOGY INC	700	-	700	-	-
AGRICULTURAL BANK OF CHINA	68,804	4,400	10,200	-	63,004
AIER EYE HOSPITAL GROUP CO ANHUI CONCH CEMENT COMPANY LTD	-	2,000	-	-	2,000
BANK OF CHINA LTD	3,100	200	300	-	3,000
BANK OF COMMUNICATIONS LTD	38,978	-	2,700	-	36,278
BEIJING SHANGHAI HIGH SPEED RAILWAY CO LTD	36,813	2,300	4,700	-	34,413
BOE TECHNOLOGY GR CO LTD	-	4,800	-	-	4,800
BYD CO LTD	-	35,500	35,500	-	-
CHINA CITIC BANK CORP	-	1,300	-	-	1,300
CHINA CONSTRUCTION BANK	5,000	-	-	-	5,000
CHINA EVERBRIGHT BANK CO LTD	16,406	-	900	-	15,506
CHINA LIFE INSURANCE CO	25,500	-	1,500	-	24,000
CHINA MERCHANTS BANK CO LTD	2,571	-	-	-	2,571
CHINA MERCHANTS SHEKOU INDUSTRIAL ZONE CO LTD	21,084	900	2,600	-	19,384
CHINA MINSHENG BANKING CO LTD	3,800	-	3,800	-	-
CHINA PACIFIC INSURANCE GROUP	49,680	3,200	7,400	-	45,480
CHINA PETROLEUM & CHEMICAL CORP	4,469	-	-	-	4,469
CHINA SHENHUA ENERGY CO LTD	17,180	-	-	-	17,180
CHINA STATE CONSTRUCTION ENGINEERING CORP LTD	3,812	-	400	-	3,412
CHINA TOURISM GROUP DUTY FREE CORP LTD ( FORMERLY KNOWN AS CHINA INTERNATIONAL TRAVEL SERVICE CORP LTD)	31,033	2,000	4,200	-	28,833
CHINA UNITED NETWORK COMMUNICATIONS LTD	1,400	-	100	-	1,300
CHINA VANKE CO LTD	14,100	-	14,100	-	-
CHINA YANGTZE POWER CO LTD	11,600	700	1,700	-	10,600
CHONGQING ZHIFEI BIOLOGICAL PRODUCT CO LTD	7,400	-	600	-	6,800
CITIC SECURITIES CO LTD	-	600	600	-	-
CONTEMPORARY AMPEREX TECHNOLOGY CO LTD	13,983	2,100	2,200	-	13,883
CRRC CORP LTD	400	-	-	-	400
CSC FINANCIAL CO LTD	13,722	-	13,722	-	-
	-	700	-	-	700

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**STATEMENT OF MOVEMENT IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

	Holdings				31 December 2020
	1 January 2020	Additions	Disposals	Corporate Action	
<b>INVESTMENTS (Continued)</b>					
<b>LISTED EQUITIES (Continued)</b>					
EAST MONEY INFORMATION CO LTD	-	7,800	-	-	7,800
FOSHAN HAITIAN FLAVOURING & FOOD CO LTD	500	-	100	100	500
FOXCONN INDUSTRIAL INTERNET CO LTD	2,000	-	-	-	2,000
GREE ELECTRIC APPLIANCES INC OF ZHUHAI	7,600	400	2,100	-	5,900
GUOTAI JUNAN SECURITIES CO LTD	6,200	-	6,200	-	-
HANGZHOU HIKVISION DIGITAL TECHNOLOGY CO LTD	5,090	300	700	-	4,690
INDUSTRIAL AND COMMERCIAL BANK OF CHINA LTD	38,694	2,500	4,100	-	37,094
INDUSTRIAL BANK CO LTD	24,900	1,200	3,300	-	22,800
INNER MONGILIA YILI INDUSTRIAL GROUP CO LTD	9,000	500	1,300	-	8,200
JIANGSU HENGRUI MEDICINE CO LTD	3,632	200	500	706	4,038
JIANGSU YANGHE BREWERY JOINT-STOCK CO LTD	800	-	100	-	700
KWEICHOW MOUTAI CO LTD	787	-	100	-	687
LONGI GREEN ENERGY TECHNOLOGY	-	3,300	200	-	3,100
LUXSHARE PRECISION INDUSTRY CO LTD	3,600	300	600	1,020	4,320
LUZHOU LAOJIAO CO LTD	-	1,100	-	-	1,100
MIDEA GROUP COMPANY LIMITED	3,688	200	1,600	-	2,288
MUYUAN FOODSTUFF CO LTD	1,000	100	200	700	1,600
NEW CHINA LIFE INSURANCE CO LTD	1,200	-	1,200	-	-
PETROCHINA CO LTD	7,173	3,600	-	-	10,773
PING AN BANK CO LTD	14,596	800	2,000	-	13,396
PING AN INSURANCE (GROUP) CO OF CHINA LTD	16,100	400	1,500	-	15,000
POLY DEVELOPMENTS AND HOLDINGS GROUP CO LTD	12,300	800	13,100	-	-
S F HOLDING CO LTD	1,300	-	-	-	1,300
SAIC MOTOR CORP LTD	5,107	-	400	-	4,707
SHANGHAI INTERNATIONAL AIRPORT CO LTD	1,100	-	1,100	-	-
SHANGHAI INTERNATIONAL PORT GROUP LTD	5,366	-	5,366	-	-
SHANGHAI PUDONG DEVELOPMENT BANK CO LTD	25,801	1,700	3,800	-	23,701
SHENZHEN MINDRAY BIO MEDICAL ELECTRONICS CO LTD	500	100	200	-	400

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**FOR THE YEAR ENDED 31 DECEMBER 2020**

	<b>Holdings</b>				<b>31 December 2020</b>
	<b>1 January 2020</b>	<b>Additions</b>	<b>Disposals</b>	<b>Corporate Action</b>	
<b>INVESTMENTS (Continued)</b>					
<b>LISTED EQUITIES (Continued)</b>					
UXSHARE PRECISION INDUS RIGHTS NIL PAID RTS	-	-	1,900	1,900	-
WANHUA CHEMICAL GROUP CO LTD	-	2,400	-	-	2,400
WENS FOODSTUFF GROUP CO LTD	800	-	960	160	-
WILL SEMICONDUCTOR LTD	-	300	300	-	-
WULIANGYE YIBIN CO LTD	3,200	200	500	-	2,900
WUXI APPTEC CO LTD	-	400	-	-	400
YAXIA AUTOMOBILE CORP	-	1,100	-	-	1,100
ZTE CORPORATION	-	3,900	3,900	-	-

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**PERFORMANCE TABLE (UNAUDITED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

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**Net assets value**

	<b>Net asset value of the Sub-Fund RMB</b>	<b>Net asset value per unit RMB</b>
At the end of financial year dated		
31 December 2020	13,365,237	8.9102
31 December 2019	11,058,028	7.3720
31 December 2018	8,096,887	5.3979

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

	<b>Highest net asset value per unit RMB</b>	<b>Lowest net asset value price per unit RMB</b>
Financial year/period ended		
31 December 2020	8.9102	6.0491
31 December 2019	7.3720	5.3273
31 December 2018	7.6112	5.3513
31 December 2017	7.1317	5.1728
31 December 2016	5.4846	4.4196
31 December 2015	7.6930	4.4952
31 December 2014	5.8056	3.1758
31 December 2013 (since inception)	3.8368	3.4727