

E Fund (HK) MSCI China A50 Connect ETF
Stock Code: 83111 (RMB Counter) and 03111 (HKD Counter)

Sub-Fund of E Fund ETFs Trust

Annual Report 2022

**For the period from 9th December 2021 (date of commencement of operations) to
31st December 2022**

E Fund ETFs Trust
- E Fund (HK) MSCI China A50 Connect ETF

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MANAGEMENT AND ADMINISTRATION

Manager and QFI Holder

E Fund Management (Hong Kong) Co., Limited
Suites 3501-02, 35/F
Two International Finance Centre
8 Finance Street, Central
Hong Kong

Trustee and Registrar

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

Investment Adviser

E Fund Management Co., Limited
25-28/F, City Development Plaza
189 Ti Yu Xi Road
Guangzhou 510620
China

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/Conversion Agent

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

Listing Agent

GF Capital (Hong Kong) Limited
29-30/F, Li Po Chun Chambers
189 Des Voeux Road Central
Hong Kong

Legal Counsel to the Manager

Simmons & Simmons
30/F, One Taikoo Place
979 King's Road
Hong Kong

Auditor

PricewaterhouseCoopers
22/F, Prince's Building
Central
Hong Kong

Directors of the Manager

As at 31st December 2022
MA Jun
Chen Rong
Lou Lizhou
Wu Xinrong
Yang Dongmei
Huang Gaohui
Fan Yue

E Fund ETFs Trust
- E Fund (HK) MSCI China A50 Connect ETF

REPORT OF THE MANAGER TO THE UNITHOLDERS

E Fund (HK) MSCI China A50 Connect ETF
(a sub-fund of E Fund ETFs Trust)

Introduction

E Fund (HK) MSCI China A50 Connect ETF (the “Sub-Fund”), a sub-fund of the E Fund ETFs Trust, was launched and commenced trading under the stock code 83111 (RMB Counter) and 03111 (HKD Counter) on The Stock Exchange of Hong Kong Limited (the “SEHK”) on 14th December 2021. The manager of the Sub-Fund is E Fund Management (Hong Kong) Co., Ltd. and the trustee is HSBC Institutional Trust Services (Asia) Limited.

Fund Performance

The Sub-Fund seeks to provide investment returns that, before deduction of fees and expenses, closely correspond to the performance of the MSCI China A50 Connect Index. As of 31st December 2022**, the net asset value per unit of the Sub-Fund was RMB2.0417, and there were 28,000,000 units outstanding. The total size of the Sub-Fund was approximately RMB57.17 million.

A summary of the performance of the Sub-Fund is given below.

| Cumulative Performance* | | | | | | |
|---|---------------------|------------|----------------|-----------------|-----------------|---------------|
| | Since Launch | YTD | 1 Month | 3 Months | 6 Months | 1 year |
| Sub-Fund | -21.5% | -19.2% | 1.9% | 1.2% | -13.9% | -19.2% |
| Index (Net Total Return ¹) | -21.1% | -18.9% | 2.0% | 1.3% | -13.7% | -18.9% |

Source: Bloomberg

*Sub-Fund: NAV-to-NAV return, net return with dividend (if any) reinvested

** 31st December 2022 is not a business day, all published net asset value per unit data is on 30th December 2022.

¹ Since 12th August 2022, the Sub-Fund will track the net total return version of the Index and the Index Bloomberg ticker will change from MXCNA50C to MXA50CNC. Index Type will change from Price Return to Net Total Return.

Note:

Past performance information is not indicative of future performance. Investors may not get back the full amount invested. The computation basis of the performance is based on the calendar period end, NAV-To-NAV, with dividend not reinvested. These figures show by how much the Fund increased or decreased in value during the calendar period being shown.

Performance data has been calculated in RMB/HKD, including ongoing charges and excluding your trading costs on SEHK.

Where no past performance is shown there was insufficient data available in that year to provide performance.

This report is exempted from pre-vetting and authorisation by the Securities and Futures Commission of Hong Kong (“SFC”) and has not been reviewed by the SFC. SFC authorisation is not a recommendation or endorsement of a scheme nor does it guarantee the commercial merits of a scheme or its performance.

The MSCI China A50 Connect Index is calculated and published by MSCI Inc. It seeks to represent the performance of the top 50 large cap China A shares using a sector-neutral approach.

E Fund ETFs Trust
- E Fund (HK) MSCI China A50 Connect ETF

REPORT OF THE MANAGER TO THE UNITHOLDERS (continued)

E Fund (HK) MSCI China A50 Connect ETF (continued)
(a sub-fund of E Fund ETFs Trust)

Fund Activities

The average daily trading volume for the Sub-Fund during the period was reported by Bloomberg to be approximately RMB 3.361 million. As of 31st December 2022, the Sub-Fund comprised of 28,000,000 outstanding units.

Index Activities

As of 31st December 2022, the Sub-Fund held 50 constituents as MSCI China A50 Connect Index.

E Fund ETFs Trust
- E Fund (HK) MSCI China A50 Connect ETF

REPORT OF THE TRUSTEE TO THE UNITHOLDERS

We hereby confirm that, in our opinion, the Manager of E Fund (HK) MSCI China A50 Connect ETF (the “Sub-Fund”) has, in all material respects, managed the Sub-Fund in accordance with the provisions of the Trust Deed dated 25th July 2012, as amended by the first supplemental deed dated 25th July 2012, the second supplemental deed dated 13th September 2013, the third and fourth supplemental deeds dated 15th January 2014 and the fifth supplemental deed dated 29th October 2014, and the sixth supplemental deed dated 24th September 2018, amended and restated by an Amended and Restated Trust Deed dated 31st December 2019, further amended by the Supplemental Trust Deed dated 17th November 2020, the Supplement Deed dated 2nd December 2021 and the Supplement Deed dated 11th February 2022 (together the “Principal Deed”), for the period ended 31st December 2022.



HSBC Institutional Trust Services (Asia) Limited
25th April 2023

E Fund ETFs Trust

- E Fund (HK) MSCI China A50 Connect ETF

STATEMENT OF RESPONSIBILITIES OF THE MANAGER AND THE TRUSTEE

MANAGER'S RESPONSIBILITIES

The Manager of E Fund (HK) MSCI China A50 Connect ETF (the "Sub-Fund"), a sub-fund of E Fund ETFs Trust, 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 25th 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 that period and of the transactions for the period then ended. In preparing these financial statements, the Manager is required to:

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

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

E Fund ETFs Trust (the "Trust") is an umbrella unit trust governed by its Trust Deed. As at 31st December 2022, the Trust has two sub-funds, namely, E Fund (HK) CSI 300 A-Share Index ETF (the "Sub-Fund") and E Fund (HK) MSCI China A50 Connect ETF. The other sub-funds established by the Trust, E Fund FTSE Chinese Government Bond 5-10 Years Index ETF and E Fund CES China 120 Index ETF, were terminated on 31st May 2019 and 4th November 2019 respectively.


TRUSTEE'S RESPONSIBILITIES

The Trustee of the Sub-Fund is required to:

- ensure that the Sub-Fund is managed by the Manager 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 on the conduct of the Manager in the management of the Sub-Fund.

For and on behalf of
E FUND MANAGEMENT (HONG KONG) CO., LIMITED
易方達資產管理(香港)有限公司


.....
Authorized Signature(s)
E Fund Management (Hong Kong) Co., Limited
25th April 2023


HSBC Institutional Trust Services (Asia) Limited
25th April 2023

E Fund ETFs Trust
- E Fund (HK) MSCI China A50 Connect ETF

INDEPENDENT AUDITOR'S REPORT
TO THE UNITHOLDERS OF E Fund (HK) MSCI China A50 Connect ETF

Report on the Audit of the Financial Statements

Opinion

What we have audited

The financial statements of E Fund (HK) MSCI China A50 Connect ETF (the "Sub-Fund"), a sub-fund of E Fund ETFs Trust, which are set out on pages 10 to 31, comprise:

- the statement of financial position as at 31st December 2022;
- the statement of comprehensive income for the period from 9th December 2021 (date of commencement of operations) to 31st December 2022;
- the statement of changes in net assets attributable to unitholders for the period from 9th December 2021 (date of commencement of operations) to 31st December 2022;
- the statement of cash flows for the period from 9th December 2021 (date of commencement of operations) to 31st December 2022; and
- the notes to the financial statements, which include significant accounting policies and other explanatory information.

Our opinion

In our opinion, the financial statements give a true and fair view of the Sub-Fund as at 31st December 2022, and of its financial transactions and its cash flows for the period from 9th December 2021 (date of commencement of operations) to 31st December 2022 in accordance with International Financial Reporting Standards ("IFRSs") issued by the International Accounting Standard Board ("IASB").

Basis for Opinion

We conducted our audit in accordance with International Standard of Auditing ("ISAs") issued by the International Auditing and Assurance Standard Board ("IAASB"). 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 Standard Board for Accountants (the "IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code.

**INDEPENDENT AUDITOR'S REPORT
TO THE UNITHOLDERS OF E Fund (HK) MSCI China A50 Connect ETF**

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

| 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 RMB56,736,572.</p> <p>We focused on the existence and valuation of the investments because the investments represented the principle element of the Sub-Fund's net assets attributable to unitholders as at 31st December 2022.</p> <p>Refer to note 7 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> <ul style="list-style-type: none">• We developed an understanding of the control objectives and related controls relevant to our audit of the Sub-Fund 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.• 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. <p>We tested the existence of investments by obtaining direct confirmations from the custodian and agreeing the Sub-Fund's holdings of investments to the confirmations.</p> <p>We tested the valuation of the Sub-Fund's investments by comparing the pricing used by the Sub-Fund to external pricing sources as at 31st December 2022.</p> <p>Based on the procedures we performed, we found no material exceptions from our testing.</p> |

Other Information

The manager and the trustee (the "Management") of the Sub-Fund is 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.

INDEPENDENT AUDITOR'S REPORT
TO THE UNITHOLDERS OF E Fund (HK) MSCI China A50 Connect ETF

Other Information (continued)

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.

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 25th July 2012, 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").

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.

INDEPENDENT AUDITOR'S REPORT
TO THE UNITHOLDERS OF E Fund (HK) MSCI China A50 Connect ETF

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, 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.

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.

The engagement partner on the audit resulting in this independent auditor's report is Chau Chi Kit.

PricewaterhouseCoopers

PricewaterhouseCoopers
Certified Public Accountants

Hong Kong, 25th April 2023

E Fund ETFs Trust
- E Fund (HK) MSCI China A50 Connect ETF

STATEMENT OF FINANCIAL POSITION
AS AT 31ST DECEMBER 2022

| | <i>Note</i> | 31st December 2022 <i>RMB</i> |
|--|-------------|----------------------------------|
| ASSETS | | |
| CURRENT ASSETS | | |
| Investments | 7(a) | 56,736,572 |
| Interest receivable | | 1 |
| Cash and cash equivalents | 6(c) | 442,709 |
| Total assets | | <u>57,179,282</u> |
| | | |
| LIABILITIES | | |
| CURRENT LIABILITIES | | |
| Management fee payable | 6(a) | 9,271 |
| Other accounts payable | | 3,018 |
| Total liabilities | | <u>12,289</u> |
| | | |
| EQUITY | | |
| Net assets attributable to unitholders | 3 | <u>57,166,993</u> |

The financial statements on pages 10 to 31 were approved by the Trustee and the Manager on 25th April 2023 and were signed on their behalf.

For and on behalf of

 E Fund Management (Hong Kong) Co., Limited
 as the Manager

For and on behalf of

 HSBC Institutional Trust Services (Asia) Limited
 as the Trustee

The notes on pages 14 to 31 form part of these financial statements.

E Fund ETFs Trust
- E Fund (HK) MSCI China A50 Connect ETF

STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD FROM 9TH DECEMBER 2021 (DATE OF COMMENCEMENT OF OPERATIONS) TO
31ST DECEMBER 2022

| | <i>Note</i> | Period from 9th December 2021 (Date of commencement of operations) to 31st December 2022 <i>RMB</i> |
|---|-------------|---|
| INCOME | | |
| Dividend income | | 8,273,443 |
| Bank Interest income | 6(c) | 8,203 |
| Net loss on investments and derivative financial instruments | 4 | (114,116,904) |
| Other income | 2(l) & 6(h) | 2,453,089 |
| Net foreign exchange gain | | 1,516 |
| Total net loss | | (103,380,653) |
| EXPENSES | | |
| Management fee | 6(a) | (1,234,293) |
| Trustee fee | 6(b) | (82,866) |
| Transaction costs on investments | 6(f) & 8 | (1,689,134) |
| Audit fee | | (83,169) |
| Accounting fee | 6(g) | (16,605) |
| Bank charges | 6(g) | (210) |
| Legal and other professional fee | | (49,674) |
| Other operating expenses | 6(g) | (302,037) |
| Establishment costs | 2(n) | (92,527) |
| Total operating expenses | | (3,550,515) |
| Operating loss | | (106,931,168) |
| TAXATION | | |
| - Withholding tax on dividend | 5 | (827,839) |
| Total comprehensive loss for the period | | (107,759,007) |

The notes on pages 14 to 31 form part of these financial statements.

E Fund ETFs Trust
- E Fund (HK) MSCI China A50 Connect ETF

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS
FOR THE PERIOD FROM 9TH DECEMBER 2021 (DATE OF COMMENCEMENT OF OPERATIONS) TO
31ST DECEMBER 2022**

| | <i>Note</i> | Period from 9th December 2021 (Date of commencement of operations) to 31st December 2022 <i>RMB</i> |
|--|-------------|---|
| Net assets attributable to unitholders at the beginning of the period | | - |
| Proceeds from subscription of units | | 574,503,700 |
| Payments on redemption of units | | (409,577,700) |
| Net increase from unit transactions | | 164,926,000 |
| Total comprehensive loss for the period | | (107,759,007) |
| Net assets attributable to unitholders at the end of the period | 3 | 57,166,993 |
| | | Period from 9th December 2021 (Date of commencement of operations) to 31st December 2022 <i>Units</i> |
| Number of units in issue at the beginning of the period | | - |
| Units issued | | 226,000,000 |
| Units redeemed | | (198,000,000) |
| Number of units in issue at the end of the period | | 28,000,000 |

The notes on pages 14 to 31 form part of these financial statements.

E Fund ETFs Trust
- E Fund (HK) MSCI China A50 Connect ETF

STATEMENT OF CASH FLOWS
FOR THE PERIOD FROM 9TH DECEMBER 2021 (DATE OF COMMENCEMENT OF OPERATIONS) TO
31ST DECEMBER 2022

| | Period from 9th December 2021 (Date of commencement of operations) 31st December 2022 RMB |
|---|---|
| OPERATING ACTIVITIES | |
| Payments for purchase of investments and derivative financial instruments | (632,323,708) |
| Proceeds from sale of investments and derivative financial instruments | 461,470,232 |
| Dividend received | 8,273,443 |
| Bank interest received | 8,202 |
| Other income received | 2,453,089 |
| Management fee paid | (1,225,022) |
| Transaction costs paid | (1,689,134) |
| Trustee fee paid | (79,938) |
| Audit fee, accounting fee, legal and other professional fee, bank charges and other operating expenses paid | (450,089) |
| Taxation paid | (827,839) |
| Establishment costs paid | (92,527) |
| Net cash used in operating activities | <u>(164,483,291)</u> |
| FINANCING ACTIVITIES | |
| Proceeds from subscription of units | 574,503,700 |
| Payments on redemption of units | (409,577,700) |
| Net cash generated from financing activities | <u>164,926,000</u> |
| Increase in cash and cash equivalents | 442,709 |
| Cash and cash equivalents at the beginning of the period | - |
| Cash and cash equivalents at the end of the period | <u>442,709</u> |
| Analysis of balances of cash and cash equivalents | |
| Bank balances | <u>442,709</u> |

The notes on pages 14 to 31 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

1. GENERAL INFORMATION

E Fund ETFs Trust (the “Trust”) is an umbrella unit trust constituted by its trust deed dated 25th 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 Hong Kong Securities and Futures Ordinance. The terms of the Trust Deed are governed by the laws of Hong Kong. As at 31st December 2022, the Trust has two sub-funds, namely, E Fund (HK) CSI 300 A-Share Index ETF (the “Sub-Fund”) and E Fund (HK) MSCI China A50 Connect ETF which are authorised by the SFC. The Sub-Funds are also listed on The Stock Exchange of Hong Kong Limited. These financial statements relate to the Sub-Fund only. The date of inception of the Sub-Fund was 9th December 2021.

The manager and the trustee of the Sub-Fund are E Fund Management (Hong Kong) Co., Limited (the “Manager”) and HSBC Institutional Trust Services (Asia) Limited (the “Trustee”) respectively.

The Sub-Fund was designated to track the performance of the MSCI issuers by market capitalisation out of the constituents of the MSCI China A50 Connect Index which is compiled and published by MSCI Inc.

Change of Index Version

Before 12th August 2022 (the “Effective date”), the Index tracked by the Sub Fund is a price return index. A price return index calculates the performance of the Index constituents on the basis that any dividends or distributions are not reinvested. As from the Effective Date, the Sub Fund will track the net total return version of the Index. A net total return index calculates the performance of the index constituents on the basis that any dividends or distributions are reinvested net of any withholding tax that may apply. In respect of the net total return version of the Index, the Bloomberg ticker is MXA50CNC.

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, MSCI China A50 Connect Index.

In order to achieve the investment objective of the Sub-Fund, the Manager will adopt a full replication strategy through investing directly in the constituents of the Index in substantially the same weightings in which they are included in the Index. The Manager will not adopt a representative sampling strategy for the Sub-Fund.

Under current regulations in the PRC, foreign investors can invest only in the domestic securities market through certain qualified foreign institutional investors that have obtained status as a Qualified Foreign Institutional Investor (“QFII”) or a Renminbi Qualified Foreign Institutional Investor (“RQFII”) from the China Securities Regulatory Commission 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 currencies markets.

The Manager has obtained QFI status from the CSRC.

Effective from 1st November 2020, the implementation of Measures for the Administration of Domestic Securities and Futures Investment by QFII and RQFII and its implementing rules (collectively, the “New QFII Measures”), the Manager is able to select whether to use foreign convertible currencies or RMB to make investment under the RQFII regime.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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 periods 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 (“IFRSs”). The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and liabilities held at fair value through profit or loss.

The preparation of financial statements in conformity with IFRSs requires the use of certain critical accounting estimates. It also requires the Trustee and the Manager to exercise their judgment in the process of applying the Sub-Fund’s accounting policies.

(i) Standards and amendments to existing standards effective 9th December 2021

There are no standards, amendments to standards or interpretations that are effective for interim periods beginning on 9th December 2021 that have a material effect on the financial statements of the Sub-Fund.

(ii) New standards, amendments and interpretations effective after 9th December 2021 and have not been early adopted by the Sub-Fund

A number of new standards, amendments to standards and interpretations are effective for interim periods beginning after 9th December 2021, 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 primarily focuses 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 measured at fair value through other comprehensive income. 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. 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.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(b) Investments (continued)

(iii) Measurement

Investments are initially recognised at fair value. Transaction costs are expensed 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 period 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) is 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, 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 (such as over-the-counter derivatives) is determined by using broker quotes or valuation techniques.

(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.

(c) 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.

(d) Distribution to unitholders

No distribution will be paid out of capital.

Distribution to unitholders is recognised in the statement of changes in net assets attributable to unitholders when it is approved by the Manager.

(e) Amounts due from/to participating dealers

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

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(f) Other receivables and payables

Other receivables and payables are recognised initially at fair value and subsequently stated at amortised cost using the effective interest method. At each reporting date, the Sub-Fund shall measure the loss allowance on other receivables 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 7-months expected credit losses. Significant financial difficulties of the counterparties, probability that the counterparties will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. 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.

(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.

(i) Foreign currency translation

(i) 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 Hong Kong listed PRC shares, 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.

(ii) 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 rates 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 financial assets carried at fair value through profit or loss are presented in the statement of comprehensive income within net gain/(loss) on investments.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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 which represent puttable financial instruments of the Sub-Fund. The Sub-Fund classifies its puttable financial instruments as equity in accordance with IAS 32 (Amendment) "Financial instruments: Presentation" as those puttable financial instruments meet all of 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 other financial assets other than the obligation on the issuer to repurchase; and
- the total expected cash flows from the puttable financial instruments 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.

(k) Taxation

The Sub-Fund currently 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 included as taxation in the statement of comprehensive income.

(l) Other income

Other income includes the difference between the proceeds received from/paid to participating dealers and the cost of investments purchased/sold and expense reimbursement by the Manager.

(m) Transaction cost on investment

Transactions 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 Trustee. Transactions costs, when incurred, are immediately recognised in the statement of comprehensive income as an expense.

(n) Establishment costs

Establishment costs are recognised as an expense in the period in which they are incurred. Effective from 1st April 2022, the establishment costs are included in the single management flat fee.

E Fund ETFs Trust
- E Fund (HK) MSCI China A50 Connect ETF

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

3. 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. Creation and redemption of units during the period 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. Such liquidity is augmented by the holding of liquid investments.

In accordance with the provisions of the Sub-Fund's Trust Deed dated 25th July 2012, as amended, and the prospectus dated 12th August 2022, as amended, investments are stated at the official closing price or the last traded price on the market on the valuation day for the purpose of determining the net asset value per unit for creations and redemptions and for various fees calculation.

As stated in Note 2(k), redeemable units of the Sub-Fund are classified as equity.

The Sub-Fund's objectives and policies for managing its obligations to redeemable units are included in Note 7(g) on capital risk management.

The redeemable units as at 31st December 2022 for the Sub-Fund are as follows:

| | 31st December 2022 <i>Units</i> |
|---|------------------------------------|
| Number of units in issue at 31st December | 28,000,000 |
| | <hr/> |
| | 31st December 2022 <i>RMB</i> |
| Net assets attributable to unitholders per unit | 2.0417 |
| | <hr/> |

4. NET LOSS ON INVESTMENTS

| | 31st December 2022 <i>RMB</i> |
|------------------------------------|----------------------------------|
| Net unrealised loss on investments | (12,424,268) |
| Net realised loss on investments | (101,692,636) |
| | <hr/> |
| | (114,116,904) |
| | <hr/> |

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5. TAXATION

No provision for Hong Kong profits tax has been made for the Sub-Fund as the Trust 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.

Withholding tax on dividend income

The Sub-Fund invests in A-Shares listed in the PRC (“A-Shares”) and is subject to 10% withholding tax on dividend income derived from the A-Shares. Withholding tax was charged on dividend income received from A-Shares during the period ended 31st December 2022.

Capital gains tax on A-Shares

According to Caishui [2014] No. 79, QFIIs/RQFIIs without permanent establishment in the PRC or having an establishment in the PRC but the income derived in China is not effectively connected with such establishment are temporarily exempt from PRC CIT on capital gains derived from trading PRC equity investments (including A Shares) effective from 17th November 2014.

According to Caishui [2014] No. 81 and Caishui [2016] No. 127, capital gains derived by overseas investors from the trading of China A Shares via Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect are temporarily exempt from PRC CIT. The capital gains derived by QFIIs/RQFIIs and through the Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect from trading of marketable securities (including A-shares and other PRC listed securities) are exempted from VAT in the PRC under Circular 36 and other prevailing VAT regulations.

The taxation of the Sub-Fund for the period represents:

| | 31st December 2022 |
|-----------------------------|--------------------|
| | <i>RMB</i> |
| Withholding tax on dividend | 827,839 |
| | <hr/> |
| | 827,839 |
| | <hr/> <hr/> |

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

6. TRANSACTIONS WITH THE TRUSTEE, MANAGER AND THEIR 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 their connected persons. Connected persons are those as defined in the Code on Unit Trusts and Mutual Funds established by the SFC (the “SFC Code”). All transactions entered into during the year between the Sub-Fund and the Trustee, the Manager and their 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 Trustee, the Manager and their affiliates, except for those disclosed below.

(a) Management fee

Prior to 1st April 2022, the Manager is entitled to receive a management fee, at the rate of 0.5% per annum of the net asset value of Sub-Fund, accrued daily, calculated as at each dealing day and payable monthly in arrears.

Single management fee policy

Effective from 1st April 2022, the Fee structure of sub fund is changed to a single management fee structure, with the Sub-Fund paying all of its fees, costs and expenses as a single flat fee (“Single Management Fee”). Fees and expenses taken into account in determining the Single Management Fee include, but are not limited to, the management fee, the Trustee’s fee, the Registrar’s fees, fees of the Service Agent, fund administration fees, custody fees, fees and expenses of the auditors, ordinary out-of-pocket expenses incurred by the Manager or the Trustee (and their delegates) and certain operating costs relating to the administration of the Sub-Fund including expenses of its legal counsel, auditors and other professionals, index licensing fees, the costs in connection with maintaining a listing of the Units on the SEHK, costs incurred in the preparation, printing and updating of any offering documents and the costs incurred in the preparation of supplemental deeds and the expenses incurred in convening meetings of Unitholders, printing and distributing annual and half-yearly financial reports and other circulars relating to the Sub-Fund and the expenses of publishing Unit prices.

For the avoidance of doubt, any such fees and expenses exceeding the Single Management Fee will be borne by the Manager and will not be charged to the Sub-Fund. Notwithstanding the above, the Single Management Fee will not include brokerage and transaction costs (including but not limited to fees, charges, commissions or spreads relating to the acquisition, holding or disposal of portfolio assets), stamp duty, taxes, fees and extraordinary items such as litigation expenses.

The manager is entitled to receive a management fee, at the rate of 0.25% per annum of the net asset value of Sub-Fund, accrued daily, calculated as at each dealing day and payable monthly in arrears.

For the period ended 31st December 2022, the Manager was entitled to management fee of RMB 1,234,293 for the Sub-Fund. As at 31st December 2022, management fee of RMB9,271 was payable to the Manager for the Sub-Fund.

(b) Trustee fee and transaction fee

Prior to 1st April 2022, the Trustee is entitled to receive a trustee fee, which is accrued daily, 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 rates as follows, subject to a monthly minimum of RMB40,000 (the minimum fee is waived for the first 12 months from the launch of the Sub-Fund).

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”).

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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

(b) Trustee fee and transaction fee (continued)

For the period ended 31st December 2022, the Trustee was entitled to trustee fee of RMB82,866 for the Sub-Fund. As at 31st December 2022, trustee fee payable of RMB2,928 to the Trustee is borne by the Manager at a rate of 6bps per annum.

(c) Financial assets

The investments and cash and cash equivalents of the Sub-Fund held with related parties of the Trustee are as follows:

| | 31st December 2022 RMB |
|--|---------------------------|
| Investments | |
| The Hongkong and Shanghai Banking Corporation Limited ("HSBC") | 56,736,572 |
| Cash and cash equivalents | |
| The Hongkong and Shanghai Banking Corporation Limited ("HSBC") | 442,709 |
| | <u>442,709</u> |

For the period ended 31st December 2022, interest income on bank deposits amounted to RMB8,203 for the Sub-Fund.

(d) Transactions with the Connected Persons of the Manager

During the period ended 31st December 2022, Investment transactions with Connected Persons of the Manager are set out below:

| Name of company | Aggregate value of purchases and sales of investments RMB | % of the Fund's total aggregate value of transactions | Commission paid RMB | % of the Fund's total commission paid in the year | Average commission rate % |
|------------------------|--|---|------------------------|---|---------------------------|
| <u>2022</u> | | | | | |
| GF Securities Co Ltd | 154,285,718 | 14.05% | 154,286 | 14.11% | 0.10% |
| GF Futures (HK) Co Ltd | 3,947,382 | 0.36% | 572 | 0.05% | 0.01% |

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

6. TRANSACTIONS WITH THE TRUSTEE, MANAGER AND THEIR CONNECTED PERSONS (CONTINUED)

(e) Investment transactions with the Connected Persons of the Trustee

During the period ended 31st December 2022, the Sub-Fund held listed shares in Bank of Communications Co., Ltd, a connected person of the Trustee. The movements of the Sub-Fund's investments in Bank of Communications Co., Ltd, are as follows:

| | 31st December 2022 RMB |
|------------------------------|---------------------------|
| At the beginning of the year | - |
| Purchases | 4,210,791 |
| Sales | (3,752,355) |
| Unrealised gains | 60,120 |
| | <hr/> |
| At the end of the year | 518,556 |
| | <hr/> <hr/> |

(f) Transaction costs on investments

For the period ended 31st December 2022, the Trustee was entitled to transaction handling fees of RMB 26,820 for the Sub-Fund. As at 31st December 2022, transaction handling fee of RMB90 was payable to the Trustee for the Sub-Fund.

(g) Other fees

The Sub-Fund had following transactions with the Trustee and its related parties during the period ended 31st December 2022.

| | 31st December 2022 RMB |
|-----------------------|---------------------------|
| Accounting fee | 16,605 |
| Bank charges | 210 |
| Out-of-pocket expense | 5,931 |
| | <hr/> <hr/> |

Out-of-pocket expense is included in other operating expenses in the statement of comprehensive income.

(h) Expense reimbursed by the manager

Before 1st April 2022, the Manager reimbursed the Sub-Fund for excessed daily actual expenses over 0.8% of the Sub-Fund's daily net asset value. For the period ended 31st December 2022, there was expense reimbursement of RMB276,866 from the Manager.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7. FINANCIAL RISK MANAGEMENT

The objective of the Sub-Fund is to provide investment results that, before deduction of fees and expenses, closely correspond to the performance of MSCI China A50 Connect Index. The Sub-Fund's activities may expose it to a variety of risks including but not limited to market price risk, interest rate risk, credit risk, liquidity risk and currency 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 price risk

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

The Sub-Fund is designated to track the performance of the Index, therefore the exposures to market risk in the Sub-Fund will be substantially the same as the respective tracked index in each of the relevant period. 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.

At the reporting date, the Sub-Fund's investments by industries are as follows:

| | 31st December 2022 | |
|------------------------|--------------------------|----------------------------|
| | Fair value <i>RMB</i> | % of net asset value |
| Communication Services | 677,952 | 1.19% |
| Consumer Discretionary | 3,624,224 | 6.34% |
| Consumer Staples | 9,084,252 | 15.9% |
| Energy | 1,663,696 | 2.91% |
| Financials | 10,426,241 | 18.25% |
| Health Care | 5,289,236 | 9.24% |
| Industrials | 9,309,868 | 16.28% |
| Information Technology | 7,024,465 | 12.29% |
| Materials | 6,809,848 | 11.9% |
| Real Estate | 1,016,740 | 1.78% |
| Utilities | 1,810,050 | 3.17% |
| | 56,736,572 | 99.25% |

As at 31st December 2022, the Sub-Fund held 50 out of 50 constituents comprising the Index in proportion to the constitution of the Index. The Sub-Fund is therefore exposed to similar market price risk as the Index.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7. FINANCIAL RISK MANAGEMENT (CONTINUED)

(a) Market price risk (continued)

As at 31st December 2022, for the Sub-Fund, if the Index were to increase by 21% with all other variables held constant, this would increase the net asset value by approximately RMB12,005,069. Conversely, if the Index were to decrease by 23%, this would decrease the net asset value by approximately RMB13,148,408.

The Manager has used its view of what would be a reasonable shift in each key market to estimate the change for use in the sensitivity analysis above.

(b) Interest rate risk

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

At the reporting date, interest rate risk arises from cash and cash equivalents. As interest 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.

(c) Credit risk

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

The Sub-Fund limits its exposure to credit risk by transacting the majority of its securities and contractual commitment activities with broker-dealers, banks and regulated exchanges with high credit ratings and/or that the Sub-Fund considers to be well established.

The Sub-Fund's financial assets which are potentially subject to concentration of credit risk consist principally of bank deposits and assets held with the custodians.

As at 31st December 2022, the Sub-Fund placed cash and cash equivalents of RMB442,709 with the Custodian. The credit ratings of the Sub-Fund's custodian is at or above investment grade with reference to the rating agencies.

As at 31st December 2022, the Sub-Fund held investment of RMB56,736,572 with the Custodian. The credit ratings of the Sub-Fund's custodian is at or above investment grade with reference to the rating agencies.

The maximum exposure to credit risk at the reporting date for the Sub-Fund is the carrying amounts of the financial assets as shown in the statement of financial position.

¹ Rating represented that of The Hongkong and Shanghai Banking Corporation Limited

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7. FINANCIAL RISK MANAGEMENT (CONTINUED)

(c) Credit risk (continued)

The Sub-Fund measures credit risk and expected credit losses using the probability of default, exposure at default and loss given default. The Manager considers both historical analysis and forward looking information in determining any expected credit losses. The Manager considers the probability of default of cash and cash equivalents, interest receivable and deposit reserve to be insignificant as the counterparties generally 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 insignificant to the Sub-Fund.

(d) Liquidity risk

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

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

The following table analyses the Sub-Fund's financial liabilities into relevant maturity groupings based on the remaining period from 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 amounts, as the impact of discounting is not significant.

| | Less than 3 months <i>RMB</i> | 3 months to 1 year <i>RMB</i> | Over 1 year <i>RMB</i> | Total <i>RMB</i> |
|---------------------------------|-------------------------------------|-------------------------------------|---------------------------|---------------------|
| As at 31st December 2022 | | | | |
| Management fee payable | 9,271 | - | - | 9,271 |
| Other accounts payable | 3,018 | - | - | 3,018 |
| | <u>12,289</u> | <u>-</u> | <u>-</u> | <u>12,289</u> |
| Contractual cash outflow | <u>12,289</u> | <u>-</u> | <u>-</u> | <u>12,289</u> |

Units are redeemable on demand at the holder's option.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7. FINANCIAL RISK MANAGEMENT (CONTINUED)

(d) Liquidity risk (continued)

The Sub-Fund manages its liquidity risk by investing in investments that it expects to be able to liquidate within 3 months or less. The following table illustrates the expected liquidity of assets held.

| | Less than 3 months RMB | 3 months to 1 year RMB | Over 1 year RMB | Total RMB |
|---------------------------------|------------------------------|------------------------------|-----------------------|-------------------|
| As at 31st December 2022 | | | | |
| Total assets | <u>57,179,282</u> | <u>-</u> | <u>-</u> | <u>57,179,282</u> |

(e) Currency risk

The Sub-Fund is not exposed to any material currency risk arising from balances and transactions in foreign currencies as its assets and liabilities are denominated in RMB, the Sub-Fund's functional and presentation currency.

(f) 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 (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 such 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.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7. FINANCIAL RISK MANAGEMENT (CONTINUED)

(f) Fair value estimation (continued)

The following table analyses within the fair value hierarchy the Sub-Fund's investments (by class) measured at fair value at the reporting date.

| | Level 1 <i>RMB</i> | Level 2 <i>RMB</i> | Level 3 <i>RMB</i> | Total <i>RMB</i> |
|---|-----------------------|-----------------------|-----------------------|---------------------|
| As at 31st December 2022 | | | | |
| Financial assets at fair value through profit or loss | | | | |
| - Listed equity securities | <u>56,736,572</u> | <u>-</u> | <u>-</u> | <u>56,736,572</u> |
| | <u>56,736,572</u> | <u>-</u> | <u>-</u> | <u>56,736,572</u> |

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

Investments that trade in markets that are not considered to be active and are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within level 2 and include suspended equity securities. As at 31st December 2022, the Sub-Fund held nil suspended stock.

Investments classified within level 3 have significant unobservable inputs, as they trade infrequently. As at 31st December 2022, the Sub-Fund held nil investment classified within level 3.

There are no transfers between levels during the period ended 31st December 2022.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

7. FINANCIAL RISK MANAGEMENT (CONTINUED)

(f) Fair value estimation (continued)

For financial assets and liabilities carried at amortised cost, their carrying amounts are a reasonable approximation of fair value. The carrying amounts of these 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.

(g) 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 closely to the performance of the Index. The Manager may:

- Redeem and issue units in accordance with the constitutive documents of the Sub-Fund;
- Exercise discretion when determining the amount of distributions to the unitholders of the Sub-Fund; and
- Suspend the subscription and redemption of units under certain circumstances stipulated in the prospectus of the Sub-Fund.

8. TRANSACTION COSTS ON INVESTMENT

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, brokers and dealers, and transaction handling fees paid to the Trustee.

9. FINANCIAL INSTRUMENTS BY CATEGORY

At the reporting date, other than investments as disclosed in the statement of financial position which are classified as financial assets at fair value through profit or loss, all financial assets including deposit reserve, interest receivable, other receivables, prepayment and cash and cash equivalents are categorised as financial assets at amortised cost and carried at amortised cost. All the financial liabilities of the Sub-Fund are categorised as financial liabilities at amortised cost and carried at amortised cost.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

10. SOFT DOLLAR ARRANGEMENTS

The Manager, the investment delegates or their connected persons confirms that there have been no soft dollar arrangements during the period in relation to directing transactions of the Sub-Fund through a broker or dealer.

11. SEGMENT INFORMATION

The Manager makes strategic resource allocations on behalf of the Sub-Fund and has determined 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 objective of the Sub-Fund is to track the performance of the 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 MSCI China A50 Connect Index for the period from 9th December 2021 to 31st December 2022.

The total non-current assets located in the Custodian was nil for the Sub-Fund as at 31st December 2022. The Sub-Fund has no other assets classified as non-current assets. The Sub-Fund has a diversified portfolio of investments with nil investment accounted for more than 10% of the net asset value of the Sub-Fund as at 31st December 2022.

12. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The Manager makes estimates and assumptions concerning the future of the Sub-Fund. 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 period are outlined below.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

13. INVESTMENT LIMITATION AND PROHIBITIONS UNDER THE SFC CODE

Pursuant to the SFC's Guidelines for Regulating Index Tracking Exchange Traded Funds, the Sub-Fund's holding of any constituent securities may not exceed their respective weightings in the underlying index, except where the weightings are exceeded as a result of changes in the composition of the underlying index and the excess is only transitional and temporary in nature.

The Manager and the Trustee have confirmed that the Sub-Fund has complied with this limit during the period ended 31st December 2022.

There was no constituent securities that individually accounted for more than 10% of the net asset value of the Sub-Fund and its respective weighting in the Index as at 31st December 2022.

There were no constituent securities of the Manager's group that accounted for more than 20% of net asset value of the Sub-Fund and its respective weightings of the MSCI China A50 Connect Index for the Sub-Fund as at 31st December 2022.

During the period ended 31st December 2022, the MSCI China A50 Connect Index decreased by 18.9% while the net asset value per unit of the Sub-Fund decreased by 19.2%.

14. SUBSEQUENT EVENTS

From 1st January 2023 to 25th April 2023, the Sub-Fund has a net redemption RMB29,625,600.

15. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved by the Trustee and the Manager on 25th April 2023.

E Fund ETFs Trust
- E Fund (HK) MSCI China A50 Connect ETF

INVESTMENT PORTFOLIO (Unaudited)

As at 31st December 2022

| | Holdings | Fair value RMB | % of net assets |
|---|-----------------|---------------------------|----------------------------|
| Listed equities | | | |
| CHINA (99.25%) | | | |
| AGRICULTURAL BANK OF CHINA ORD CNY 1 CC | 240,300 | 699,273 | 1.22 |
| AIER EYE HOSPITAL GROUP CO LTD ORD CNY1 SZHK | 27,133 | 843,022 | 1.47 |
| BANK OF COMMUNICATIONS CO ORD CNY1 CC | 109,400 | 518,556 | 0.91 |
| BANK OF NINGBO CO LTD ORD CNY1 SZHK | 18,670 | 605,842 | 1.06 |
| BOE TECHNOLOGY GROUP CO LT ORD CNY1 SZHK | 392,000 | 1,324,960 | 2.32 |
| BYD CO LTD ORD CNY1 SZHK | 7,390 | 1,899,008 | 3.32 |
| CHINA MERCHANTS BANK CO LTD ORD CNY1 CC | 58,005 | 2,161,266 | 3.78 |
| CHINA PACIFIC INSURANCE GR ORD CNY 1 CC | 19,200 | 470,784 | 0.82 |
| CHINA SHENHUA ENERGY CO ORD CNY 1 CC | 30,300 | 836,886 | 1.46 |
| CHINA STATE CONSTRUCTION ORD CNY 1 CC | 185,700 | 1,008,351 | 1.76 |
| CHINA THREE GORGES RENEWABLES GROUP CO LTD ORD CNY1 CC | 81,000 | 457,650 | 0.80 |
| CHINA TOURISM GROUP DUTY FREE CORP LTD ORD CNY1 CC | 7,986 | 1,725,216 | 3.02 |
| CHINA UNITED NETWORK ORD CNY 1 CC | 89,300 | 400,064 | 0.70 |
| CHINA VANKE CO LTD ORD CNH1 SZHK | 27,600 | 502,320 | 0.88 |
| CHINA YANGTZE POWER CO LTD ORD CNY1 CC | 64,400 | 1,352,400 | 2.37 |
| CHONGQING ZHIFEI BIOLOGICAL PRODUCTS CO LTD ORD CNY1 SZHK | 6,213 | 545,688 | 0.95 |
| CITIC SECURITIES CO ORD CNY 1 CC | 34,150 | 679,927 | 1.19 |
| CONTEMPORARY AMPEREX TECHNOLOGY CO LTD ORD CNY1 SZHK | 10,850 | 4,268,607 | 7.47 |
| COSCO SHIPPING HOLDINGS CO LTD ORD CNY1 CC | 56,400 | 580,356 | 1.01 |
| EAST MONEY INFORMATION CO LTD ORD CNY1 SZHK | 37,340 | 724,396 | 1.27 |
| EVE ENERGY CO LTD ORD CNY1 SZHK | 8,380 | 736,602 | 1.29 |
| FOCUS MEDIA INFORMATION TE ORD CNY1 SZHK | 41,600 | 277,888 | 0.49 |
| FOSHAN HAITIAN FLAV & FOOD CO LTD ORD CNY1 CC | 7,462 | 593,975 | 1.04 |
| IND & COMM BK OF CHINA ORD CNY 1 CC | 177,600 | 770,784 | 1.35 |
| INDUSTRIAL BANK CO LTD ORD CNY 1 CC | 58,700 | 1,032,533 | 1.81 |
| INNER MONGOLIA YILI INDUS ORD CNY 1 CC | 12,200 | 378,200 | 0.66 |
| JIANGSU HENGRUI MEDICINE C ORD CNY 1 CC | 24,709 | 952,038 | 1.66 |
| JIANGSU YANGHE BREWERY ORD CNY1 SZHK | 2,900 | 465,450 | 0.81 |
| KWEICHOW MOUTAI CO LTD ORD CNY1 CC | 2,400 | 4,144,800 | 7.25 |
| LONGI GREEN ENERGY TECHNOLOGY CO LTD A SHRS ORD CNY1 CC | 79,236 | 3,348,513 | 5.86 |
| LUXSHARE PRECISION INDUSTRY CO LTD A SHS ORD CNY1 SZHK | 74,047 | 2,350,992 | 4.11 |
| LUZHOU LAOJIAO CO LTD ORD CNY1 SZHK | 2,844 | 637,852 | 1.12 |
| MUYUAN FOODSTUFF CO LTD ORD CNY1 SZHK | 10,192 | 496,860 | 0.87 |
| NARI TECHNOLOGY DEVELOPMEN ORD CNY 1 CC | 29,700 | 724,680 | 1.27 |
| PING AN BANK CO LTD ORD CNH1 SZHK | 54,800 | 721,168 | 1.26 |
| PING AN INSURANCE GROUP CO ORD CNY 1 CC | 30,600 | 1,438,200 | 2.52 |

E Fund ETFs Trust
- E Fund (HK) MSCI China A50 Connect ETF

INVESTMENT PORTFOLIO (Unaudited) (continued)
As at 31st December 2022

| | Holdings | Fair value RMB | % of net assets |
|---|-----------------|---------------------------|----------------------------|
| Listed equities (continued) | | | |
| CHINA (99.25%) (continued) | | | |
| POLY DEVELOPMENTS AND HOLDINGS GROUP CO LTD ORD CNY 1 CC | 34,000 | 514,420 | 0.90 |
| S F HOLDING CO LTD A SHRS ORD CNY1 SZHK | 21,700 | 1,253,392 | 2.19 |
| SHAANXI COAL INDUSTRY CO LTD ORD CNY 1 CC | 44,500 | 826,810 | 1.45 |
| SHANGHAI PUDONG DEVELOPMENT BANK ORD CNY 1 CC | 82,900 | 603,512 | 1.06 |
| SHANXI XINGHUACUN FEN WINE ORD CNY 1 CC | 2,361 | 672,861 | 1.18 |
| SHENZHEN MINDRAY BIO-MEDICAL ELECTRONICS CO LTD ORD CNY1 SZHK | 4,678 | 1,478,108 | 2.59 |
| SUNGROW POWER SUPPLY CO LT ORD CNY1 SZHK | 6,600 | 737,880 | 1.29 |
| TONGWEI CO LTD ORD CNY 1 CC | 8,700 | 335,646 | 0.59 |
| WANHUA CHEMICAL GROUP CO ORD CNY1 CC | 34,828 | 3,226,814 | 5.64 |
| WULIANGYE YIBIN CO LTD A SHRS ORD CNY1 SZHK | 7,519 | 1,358,608 | 2.38 |
| WUXI APTEC CO LTD ORD CNY1 CC | 9,962 | 806,922 | 1.41 |
| YUNNAN ENERGY NEW MATERIAL CO LTD O RD CNY1 SZHK | 9,902 | 1,300,034 | 2.27 |
| ZHANGZHOU PIENZEHUANG PHA ORD CNY 1 CC | 2,300 | 663,458 | 1.16 |
| ZIJIN MINING GROUP CO LTD ORD CNY 0.1 CC | 228,300 | 2,283,000 | 3.99 |
| Total investments | | 56,736,572 | 99.25 |
| Other net assets | | 430,421 | 0.75 |
| Net assets attributable to unitholders at 31st December 2022 | | 57,166,993 | 100.00 |
| Total investments, at cost | | 69,160,840 | |

E Fund ETFs Trust
- E Fund (HK) MSCI China A50 Connect ETF

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (Unaudited)

For the period ended 31st December 2022

| | Holdings | | | | 31st December 2022 |
|---|--------------------------|------------------|-----------------------------|------------------|---------------------------|
| | 9th December 2021 | Additions | Corporate action | Disposals | |
| Investments | | | | | |
| Listed equities | | | | | |
| CHINA | | | | | |
| AGRICULTURAL BANK OF CHINA ORD CNY 1 CC | - | 1,926,100 | - | 1,685,800 | 240,300 |
| AIER EYE HOSPITAL GROUP CO LTD ORD CNY1 SZHK | - | 171,030 | 41,203 | 185,100 | 27,133 |
| ANHUI CONCH CEMENT CO LTD ORD CNY 1 CC | - | 284,075 | - | 284,075 | - |
| BANK OF COMMUNICATIONS CO ORD CNY1 CC | - | 911,300 | - | 801,900 | 109,400 |
| BANK OF NINGBO CO LTD ORD CNY1 SZHK | - | 155,270 | - | 136,600 | 18,670 |
| BOE TECHNOLOGY GROUP CO LT ORD CNY1 SZHK | - | 2,865,900 | - | 2,473,900 | 392,000 |
| BYD CO LTD ORD CNY1 SZHK | - | 72,690 | - | 65,300 | 7,390 |
| CHINA MERCHANTS BANK CO LTD ORD CNY1 CC | - | 484,505 | - | 426,500 | 58,005 |
| CHINA NATIONAL NUCLEAR POWER CO LTD CHINA CONNECT ORD CNY1 | - | 288,700 | - | 288,700 | - |
| CHINA PACIFIC INSURANCE GR ORD CNY 1 CC | - | 159,000 | - | 139,800 | 19,200 |
| CHINA PETROLEUM & CHEMICAL ORD CNY 1 CC | - | 1,171,500 | - | 1,171,500 | - |
| CHINA SHENHUA ENERGY CO ORD CNY 1 CC | - | 294,800 | - | 264,500 | 30,300 |
| CHINA STATE CONSTRUCTION ORD CNY 1 CC | - | 1,675,600 | - | 1,489,900 | 185,700 |
| CHINA THREE GORGES RENEWABLES GROUP CO LTD ORD CNY1 CC | - | 595,000 | - | 514,000 | 81,000 |
| CHINA TOURISM GROUP DUTY FREE CORP LTD ORD CNY1 CC | - | 78,286 | - | 70,300 | 7,986 |

E Fund ETFs Trust
- E Fund (HK) MSCI China A50 Connect ETF

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (Unaudited) (continued)
For the period ended 31st December 2022

| | Holdings | | | | |
|---|-------------------|-----------|---------------------|------------------------------|---------|
| | 9th December 2021 | Additions | Corporate action | Disposals 31st December 2022 | |
| Investments (continued) | | | | | |
| Listed equities (continued) | | | | | |
| CHINA (continued) | | | | | |
| CHINA UNITED | | | | | |
| NETWORK ORD CNY 1 CC | - | 988,700 | - | 899,400 | 89,300 |
| CHINA VANKE CO LTD ORD CNH1 SZHK | - | 258,200 | - | 230,600 | 27,600 |
| CHINA YANGTZE POWER CO LTD ORD CNY1 CC | - | 492,400 | - | 428,000 | 64,400 |
| CHONGQING ZHIFEI BIOLOGICAL PRODUCTS CO LTD ORD CNY1 SZHK | - | 50,513 | - | 44,300 | 6,213 |
| CITIC SECURITIES CO LTD-RTS NIL PAI D RTS 24/01/2022 | - | - | 34,141 | 34,141 | - |
| CITIC SECURITIES CO ORD CNY 1 CC | - | 284,150 | - | 250,000 | 34,150 |
| CONTEMPORARY AMPEREX TECHNOLOGY CO LTD | | | | | |
| ORD CNY1 SZHK | - | 93,550 | - | 82,700 | 10,850 |
| COSCO SHIPPING HOLDINGS CO LTD ORD CNY1 CC | | | | | |
| | - | 506,100 | - | 449,700 | 56,400 |
| EAST MONEY INFORMATION CO LTD | | | | | |
| ORD CNY1 SZHK | - | 258,200 | 37,340 | 258,200 | 37,340 |
| EVE ENERGY CO LTD ORD CNY1 SZHK | | | | | |
| | - | 75,580 | - | 67,200 | 8,380 |
| FOCUS MEDIA INFORMATION TE ORD CNY1 SZHK | | | | | |
| | - | 467,400 | - | 425,800 | 41,600 |
| FOSHAN HAITIAN FLAV & FOOD CO LTD ORD CNY1 CC | | | | | |
| | - | 61,920 | 4,942 | 59,400 | 7,462 |
| IND & COMM BK OF CHINA ORD CNY 1 CC | | | | | |
| | - | 1,462,000 | - | 1,284,400 | 177,600 |
| INDUSTRIAL BANK CO LTD ORD CNY 1 CC | | | | | |
| | - | 488,500 | - | 429,800 | 58,700 |
| INNER MONGOLIA YILI INDUS ORD CNY 1 CC | | | | | |
| | - | 112,100 | - | 99,900 | 12,200 |
| JIANGSU HENGRUI MEDICINE C ORD CNY 1 CC | | | | | |
| | - | 201,909 | - | 177,200 | 24,709 |
| JIANGSU YANGHE BREWERY ORD CNY1 SZHK | | | | | |
| | - | 26,300 | - | 23,400 | 2,900 |

E Fund ETFs Trust
- E Fund (HK) MSCI China A50 Connect ETF

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (Unaudited) (continued)
For the period ended 31st December 2022

| | Holdings | | | | |
|---|--------------------------|------------------|-----------------------------|------------------|---------------------------|
| | 9th December 2021 | Additions | Corporate action | Disposals | 31st December 2022 |
| Investments (continued) | | | | | |
| Listed equities (continued) | | | | | |
| CHINA (continued) | | | | | |
| KWEICHOW MOUTAI CO LTD ORD CNY1 CC | - | 22,300 | - | 19,900 | 2,400 |
| LONGI GREEN ENERGY TECHNOLOGY CO LTD A SHRS ORD CNY1 CC | - | 429,740 | 118,096 | 468,600 | 79,236 |
| LUXSHARE PRECISION INDUSTRY CO LTD A SHS ORD CNY1 SZHK | - | 539,747 | - | 465,700 | 74,047 |
| LUZHOU LAOJIAO CO LTD ORD CNY1 SZHK | - | 25,644 | - | 22,800 | 2,844 |
| MUYUAN FOODSTUFF CO LTD ORD CNY1 SZHK | - | 92,192 | - | 82,000 | 10,192 |
| NARI TECHNOLOGY DEVELOPMENT ORD CNY 1 CC | - | 149,900 | - | 120,200 | 29,700 |
| PING AN BANK CO LTD ORD CNH1 SZHK | - | 451,300 | - | 396,500 | 54,800 |
| PING AN INSURANCE GROUP CO ORD CNY 1 CC | - | 254,800 | - | 224,200 | 30,600 |
| POLY DEVELOPMENTS AND HOLDINGS GROUP CO LTD ORD CNY 1 CC | - | 317,500 | - | 283,500 | 34,000 |
| S F HOLDING CO LTD A SHRS ORD CNY1 SZHK | - | 195,700 | - | 174,000 | 21,700 |
| SANY HEAVY INDUSTRY CO LTD ORD CNY 1 CC | - | 303,600 | - | 303,600 | - |
| SHAANXI COAL INDUSTRY CO LTD ORD CNY 1 CC | - | 275,000 | - | 230,500 | 44,500 |
| SHANGHAI PUDONG DEVELOPMENT BANK ORD CNY 1 CC | - | 682,200 | - | 599,300 | 82,900 |
| SHANXI XINGHUACUN FEN WINE ORD CNY 1 CC | - | 21,361 | - | 19,000 | 2,361 |
| SHENZHEN MINDRAY BIO-MEDICAL ELECTRONICS CO LTD ORD CNY1 SZHK | - | 38,439 | - | 33,761 | 4,678 |
| SUNGROW POWER SUPPLY CO LT ORD CNY1 SZHK | - | 33,300 | - | 26,700 | 6,600 |
| TONGWEI CO LTD ORD CNY 1 CC | - | 46,600 | - | 37,900 | 8,700 |

E Fund ETFs Trust
- E Fund (HK) MSCI China A50 Connect ETF

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (Unaudited) (continued)
For the period ended 31st December 2022

| | Holdings | | | | |
|--|--------------------------|------------------|-----------------------------|-------------------------------------|---------|
| | 9th December 2021 | Additions | Corporate action | Disposals 31st December 2022 | |
| Investments (continued) | | | | | |
| Listed equities (continued) | | | | | |
| CHINA (continued) | | | | | |
| WANHUA CHEMICAL GROUP CO ORD CNY1 CC | - | 282,528 | - | 247,700 | 34,828 |
| WILL SEMICONDUCTOR LTD ORD CNY1 CC | - | 61,057 | 14,929 | 75,986 | - |
| WULIANGYE YIBIN CO LTD A SHRS ORD CNY1 SZHK | - | 68,419 | - | 60,900 | 7,519 |
| WUXI APTEC CO LTD ORD CNY1 CC | - | 81,262 | - | 71,300 | 9,962 |
| YUNNAN ENERGY NEW MATERIAL CO LTD O RD CNY1 SZHK | - | 80,302 | - | 70,400 | 9,902 |
| ZHANGZHOU PIENTZEHUANG PHA ORD CNY 1 CC | - | 19,100 | - | 16,800 | 2,300 |
| ZIJIN MINING GROUP CO LTD ORD CNY 0.1 CC | - | 1,853,100 | - | 1,624,800 | 228,300 |
| Listed Futures | | | | | |
| HONG KONG | | | | | |
| MSCI CHINA A 50 F DEC22 16/12/2022 | - | 3 | - | 3 | - |
| MSCI CHINA A 50 F NOV22 18/11/2022 | - | 2 | - | 2 | - |
| MSCI CHINA A 50 F OCT22 21/10/2022 | - | 4 | - | 4 | - |
| SWAP | | | | | |
| HONG KONG | | | | | |
| SWAP MXCNA50C_CMS | - | 2,253 | - | 2,253 | - |

E Fund ETFs Trust
- E Fund (HK) MSCI China A50 Connect ETF

PERFORMANCE RECORD (Unaudited)

Net Asset Value

| | Net asset value <i>RMB</i> | Net asset value per unit <i>RMB</i> |
|--|-------------------------------|---|
|--|-------------------------------|---|

At the end of financial period dated

31st December 2022*

57,167,383

2.0417

*31st December 2022 is not a business day, all published net asset value per unit data is on 30th December 2022.

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 period ended

31st December 2022 (since commencement of operations)

2.6224

1.8227