

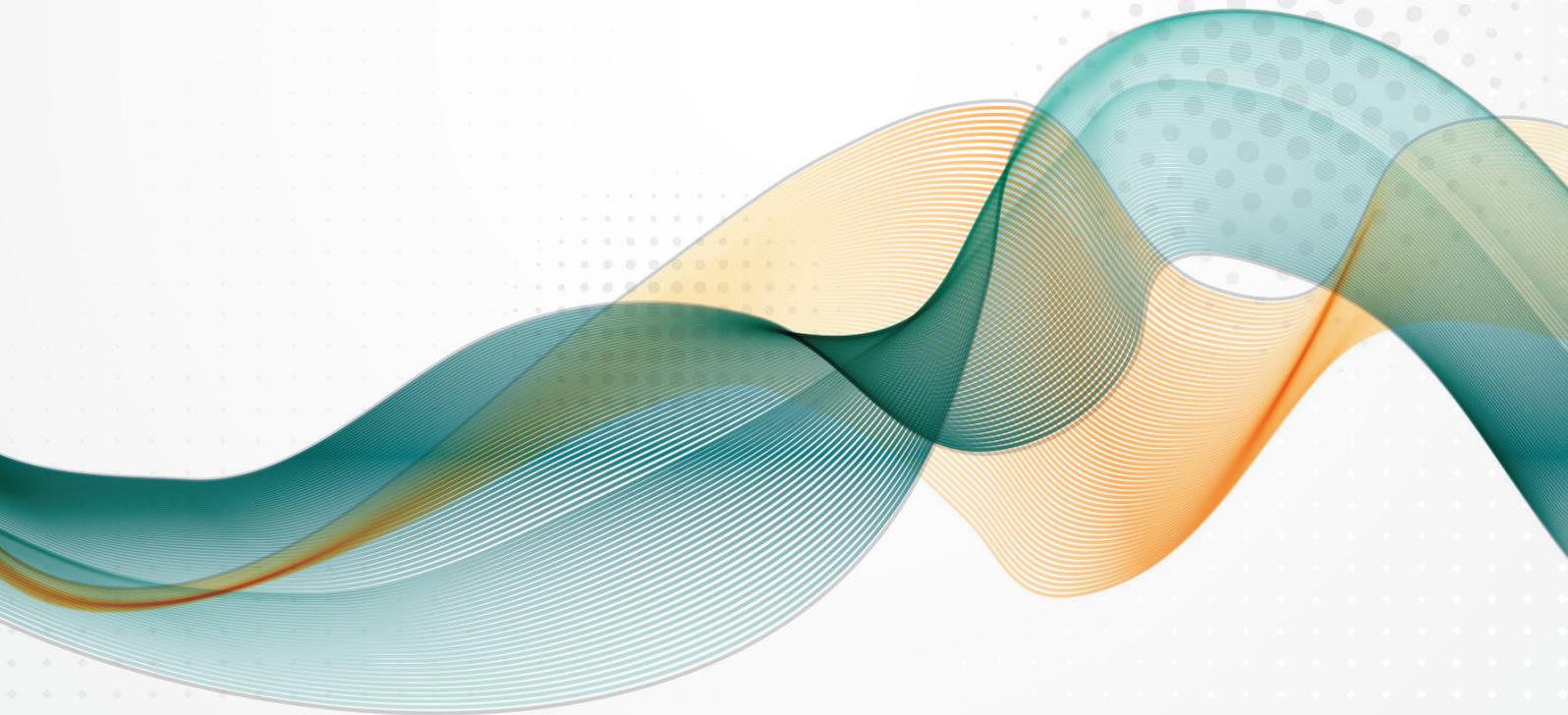


恒生投資  
HANG SENG INVESTMENT

Hang Seng China A Industry Top Index ETF  
Hang Seng Harvest CSI 300 Index ETF  
Hang Seng Stock Connect China A Low Carbon Index ETF

ANNUAL REPORT **2023**

1st January 2023 to 31st December 2023



# Contents

Annual Financial Report 2023	2
Performance Record (Unaudited)	3
Trustee's Report	5
Independent Auditor's Report	6
Investment Portfolio (Unaudited)	10
Information on Exposure Arising from Financial Derivative Instruments (Unaudited)	31
Statement of Movements in Portfolio Holdings (Unaudited)	32
Statement of Assets and Liabilities	43
Statement of Comprehensive Income	45
Statement of Changes in Equity/Statement of Changes in Net Assets Attributable to Unitholders	46
Statement of Cash Flow	48
Notes to the Financial Statements	49
Performance of the Indexes and the ETFs (Unaudited)	78
Comparison of Daily Closing Price and Net Asset Value per Unit of the ETFs (Unaudited)	79
Index Constituent Stocks Disclosure (Unaudited)	82
Report on Investment Overweight in Constituent Stocks of the Index by the ETFs (Unaudited)	83
Portfolio Carbon Footprint (Unaudited)	84
ESG Periodic Assessment and Reporting for Hang Seng Stock Connect China A Low Carbon Index ETF (Unaudited)	85
Management and Administration	87

# Annual Financial Report 2023

## **Hang Seng Investment Index Funds Series IV**

Hang Seng China A Industry Top Index ETF (Stock Code: 3128/83128)

Hang Seng Harvest CSI 300 Index ETF (Stock Code: 3130)

Hang Seng Stock Connect China A Low Carbon Index ETF (Stock Code: 3038/83038)

# Performance Record (Unaudited)

Remark: [-] represents unavailable price as the corresponding Fund/Fund Class had not yet been commenced

Class of Units	Currency	Price Record									
		2023*		2022		2021		2020*		2019	
		Highest Offer Price	Lowest Bid Price								

<b>Hang Seng China A Industry Top Index ETF</b>	RMB	50.0971	41.6086	56.9007	40.8734	72.1465	53.5456	63.9310	43.0972	51.0326	37.5988
<b>Hang Seng Harvest CSI 300 Index ETF</b>	RMB	21.3158	17.1106	24.5901	17.8014	28.9113	23.4070	-	-	-	-
<b>Hang Seng Stock Connect China A Low Carbon Index ETF</b>											
Listed Class	RMB	25.9921	20.6658	-	-	-	-	-	-	-	-
Unlisted Class – Class A (RMB) – Accumulation Units	RMB	10.2900	8.3000	-	-	-	-	-	-	-	-
Unlisted Class – Class A (HKD hedged) Accumulation Units	HKD	10.2900	8.4000	-	-	-	-	-	-	-	-

Class of Units	Currency	Price Record									
		2018		2017		2016		2015		2014	
		Highest Offer Price	Lowest Bid Price								

<b>Hang Seng China A Industry Top Index ETF</b>	RMB	55.4708	37.8582	51.9988	34.6469	37.1426	27.6292	50.0611	30.3176	32.6112	19.8986
<b>Hang Seng Harvest CSI 300 Index ETF</b>	RMB	-	-	-	-	-	-	-	-	-	-
<b>Hang Seng Stock Connect China A Low Carbon Index ETF</b>											
Listed Class	RMB	-	-	-	-	-	-	-	-	-	-
Unlisted Class – Class A (RMB) – Accumulation Units	RMB	-	-	-	-	-	-	-	-	-	-
Unlisted Class – Class A (HKD hedged) Accumulation Units	HKD	-	-	-	-	-	-	-	-	-	-

\* The date of commencement for Hang Seng Harvest CSI 300 Index ETF and Hang Seng Stock Connect China A Low Carbon Index ETF was 22 October 2020 and 28 March 2023 respectively.

# Performance Record (Unaudited) (continued)

Class of Units	Currency	Net Asset Value Per Unit (As at 31 December)			
		2023*	2022	2021	2020*
<b>Hang Seng China A Industry Top Index ETF</b>	RMB	43.2852	45.9700	56.8926	64.8036
<b>Hang Seng Harvest CSI 300 Index ETF</b>	RMB	17.7831	19.7781	24.6964	–
<b>Hang Seng Stock Connect China A Low Carbon Index ETF</b>					
Listed Class	RMB	21.2379	–	–	–
Unlisted Class – Class A (RMB) – Accumulation Units	RMB	8.53	–	–	–
Unlisted Class – Class A (HKD hedged) – Accumulation Units	HKD	8.79	–	–	–

Class of Units	Currency	Net Assets Attributable to Unitholders (As at 31 December)			
		2023*	2022	2021	2020*
<b>Hang Seng China A Industry Top Index ETF</b>	RMB	144,574,917	129,665,901	158,632,876	232,765,169
<b>Hang Seng Harvest CSI 300 Index ETF</b>	RMB	48,014,251	53,400,851	74,089,104	–
<b>Hang Seng Stock Connect China A Low Carbon Index ETF</b>	RMB	102,215,116	–	–	–

\* The date of commencement for Hang Seng Harvest CSI 300 Index ETF and Hang Seng Stock Connect China A Low Carbon Index ETF was 22 October 2020 and 28 March 2023 respectively.

# Trustee's Report

To the unitholders of Hang Seng China A Industry Top Index ETF, Hang Seng Harvest CSI 300 Index ETF and Hang Seng Stock Connect China A Low Carbon Index ETF

We hereby confirm that, in our opinion, the Manager, Hang Seng Investment Management Limited has, in all material respects, managed the Hang Seng China A Industry Top Index ETF, Hang Seng Harvest CSI 300 Index ETF and Hang Seng Stock Connect China A Low Carbon Index ETF in accordance with the provisions of the Trust Deeds dated 29 October 2013, as amended, for the year/period ended 31 December 2023.

HSBC Institutional Trust Services (Asia) Limited  
29 April 2024

# Independent Auditor's Report

To the unitholders of Hang Seng China A Industry Top Index ETF, Hang Seng Harvest CSI 300 Index ETF and Hang Seng Stock Connect China A Low Carbon Index ETF

Report on the Audit of the Financial Statements

## Opinion

We have audited the financial statements of Hang Seng China A Industry Top Index ETF, Hang Seng Harvest CSI 300 Index ETF and Hang Seng Stock Connect China A Low Carbon Index ETF ( "the Funds" ) set out on pages 43 to 77, which comprise the statement of assets and liabilities as at 31 December 2023, the statement of comprehensive income, the statement of changes in equity and the statement of cash flow for the year/period then ended and notes to the financial statements, including a summary of material accounting policy information.

In our opinion, the financial statements give a true and fair view of the financial position of the Funds as at 31 December 2023 and of their financial transactions and cash flows for the year/period then ended, in accordance with Hong Kong Financial Reporting Standards ( "HKFRSs" ) issued by the Hong Kong Institute of Certified Public Accountants ( "HKICPA" ).

## Basis for Opinion

We conducted our audit in accordance with Hong Kong Standards on Auditing ( "HKSAs" ) issued by the HKICPA. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Funds in accordance with the HKICPA's Code of Ethics for Professional Accountants ( "the Code" ) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

# Independent Auditor's Report (continued)

## Key Audit Matters

Key audit matters are those matters that, in our professional judgement, 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.

### Existence and valuation of investments

Refer to note 16 to the financial statements and the accounting policies in note 2(f)(iv) on page 53.

#### The Key Audit Matter

#### How the matter was addressed in our audit

As at 31 December 2023 the investment portfolio represented 99.71%, 99.11% and 99.93% of the total assets of Hang Seng China A Industry Top Index ETF, Hang Seng Harvest CSI 300 Index ETF and Hang Seng Stock Connect China A Low Carbon Index ETF respectively and is the key driver of the Funds' investment returns.

We identified the existence and valuation of investments as a key audit matter because of its significance in the context of the Funds' financial statements and because the value of the investment portfolio at the year end date is a key performance indicator of the Funds.

Our audit procedures to assess the existence and valuation of investments included the following:

- developing an understanding of the control objectives and related controls relevant to our audit of the Funds by obtaining the service organisation internal control report 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; and
- evaluating the tests undertaken by the service auditor, the results of tests undertaken and opinions formed by the service auditor on the design and operating effectiveness of the controls, to the extent relevant to our audit of the Funds; and
- obtaining independent confirmations from the custodians of the investment portfolio held at 31 December 2023, and agreeing the Funds' holdings of investments to those confirmations; and
- assessing the valuations of all assets in the investment portfolio at the year end date by comparing the prices adopted by the Funds with the prices obtained from independent pricing sources.

## Information Other than the Financial Statements and Auditor's Report Thereon

The Manager and the Trustee of the Funds are responsible for the other information. The other information comprises all 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 (continued)

## Responsibilities of the Manager and the Trustee of the Funds for the Financial Statements

The Manager and the Trustee of the Funds are responsible for the preparation of financial statements that give a true and fair view in accordance with HKFRSs issued by the HKICPA and for such internal control as the Manager and the Trustee of the Funds determine 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 Manager and the Trustee of the Funds are responsible for assessing the Funds' 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 Manager and the Trustee of the Funds either intend to liquidate the Funds or to cease operations, or have no realistic alternative but to do so.

In addition, the Manager and the Trustee of the Funds are required to ensure that the financial statements have been properly prepared in accordance with the relevant provisions of the Trust Deed, as amended on 29 October 2013, 31 March 2015, 13 April 2018, 13 December 2019, 14 September 2020, 28 October 2021 and 16 March 2023 ( "the Trust Deed" ), and the relevant disclosure provisions of Appendix E of the Code on Unit Trusts and Mutual Funds ( "the SFC Code" ) issued by the Hong Kong Securities and Futures Commission.

## 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. This report is made solely to you, as a body, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with HKSAAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. In addition, we are required to assess whether the financial statements of the Funds have been properly prepared, in all material respects, in accordance with the relevant provisions of the Trust Deed and the relevant disclosure provisions of Appendix E of the SFC Code.

As part of an audit in accordance with HKSAAs, we exercise professional judgement 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 Funds' internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager and the Trustee of the Funds.
- Conclude on the appropriateness of the Manager's and the Trustee'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 Funds' 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 Funds 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 (continued)

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

We communicate with the Manager and the Trustee of the Funds 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 Manager and the Trustee of the Funds with a statement that we have complied with relevant ethical requirements regarding independence and 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 Manager and the Trustee of the Funds, 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 provisions of the Trust Deed and the relevant disclosure provisions of 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 provisions of the Trust Deed and the relevant disclosure provisions of Appendix E of the SFC Code.

The engagement partner on the audit resulting in this independent auditor's report is Yiu Tsz Yeung, Arion.

Certified Public Accountants  
8th Floor, Prince's Building  
10 Chater Road  
Central, Hong Kong  
29 April 2024

# Investment Portfolio (Unaudited)

as at 31 December 2023

Investments	Hang Seng China A Industry Top Index ETF		
	Holdings	Market Value (RMB)	% of Net Assets Attributable to Unitholders
<b>Shanghai Stock Exchange Listed Equities</b>			
<b>Consumer Discretionary</b>			
Haier Smart Home	84,100	1,766,100	1.22%
SAIC Motor	64,900	878,097	0.61%
		2,644,197	1.83%
<b>Consumer Staples</b>			
Foshan Haitian Flavouring & Food	43,200	1,639,440	1.13%
Inner Mongolia Yili Industrial Group	134,000	3,584,500	2.48%
Kweichow Moutai	8,200	14,153,200	9.79%
		19,377,140	13.40%
<b>Energy</b>			
China Petroleum & Chemical	421,500	2,351,970	1.63%
China Shenhua Energy	72,245	2,264,881	1.57%
PetroChina	251,900	1,778,414	1.23%
Shaanxi Coal Industry	75,400	1,575,106	1.08%
Yankuang Energy Group	25,550	506,145	0.35%
		8,476,516	5.86%
<b>Financials</b>			
Agricultural Bank of China	699,597	2,546,533	1.76%
Bank of China	468,300	1,868,517	1.30%
China Construction Bank	149,300	971,943	0.67%
Industrial and Commercial Bank of China	890,308	4,255,672	2.94%
Ping An Insurance	202,700	8,168,810	5.65%
		17,811,475	12.32%
<b>Healthcare</b>			
Jiangsu Hengrui Medicine	91,905	4,156,863	2.88%
Shanghai Fosun Pharmaceutical Group	28,300	708,349	0.49%
WuXi AppTec	48,356	3,518,383	2.43%
		8,383,595	5.80%
<b>Industrials</b>			
COSCO Shipping Holdings	128,200	1,228,156	0.85%
Longi Green Energy Technology	142,800	3,270,120	2.26%
		4,498,276	3.11%
<b>Information Technology</b>			
Foxconn Industrial Internet	88,300	1,335,096	0.93%
Semiconductor Manufacturing	41,652	2,208,389	1.52%
Will Semiconductor	17,105	1,825,275	1.26%
		5,368,760	3.71%

# Investment Portfolio (Unaudited) (continued)

as at 31 December 2023

Investments	Hang Seng China A Industry Top Index ETF		
	Holdings	Market Value (RMB)	% of Net Assets Attributable to Unitholders
<b>Materials</b>			
Baoshan Iron and Steel	173,200	1,027,076	0.71%
Hengli Petrochemical	39,100	514,947	0.36%
Wanhua Chemical	38,300	2,942,206	2.04%
Zijin Mining	342,100	4,262,566	2.95%
		8,746,795	6.06%
<b>Properties &amp; Construction</b>			
Anhui Conch Cement	48,900	1,103,184	0.77%
China Communications Construction	52,700	400,520	0.28%
China Railway	205,500	1,167,240	0.80%
China State Construction Engineering	419,160	2,016,159	1.40%
		4,687,103	3.25%
<b>Telecommunications</b>			
China Mobile	16,700	1,661,316	1.15%
China Satellite Communications	14,100	244,071	0.16%
China Telecom	345,000	1,866,450	1.29%
China United Network Communications	318,000	1,392,840	0.97%
		5,164,677	3.57%
<b>Utilities</b>			
China National Nuclear Power	167,900	1,259,250	0.87%
China Three Gorges	318,000	1,389,660	0.96%
China Yangtze Power	216,840	5,061,046	3.50%
Huaneng Power	97,749	752,667	0.52%
		8,462,623	5.85%
<b>Shenzhen Stock Exchange Listed Equities</b>			
<b>Consumer Discretionary</b>			
BYD	22,100	4,375,800	3.03%
Gree Electric Appliances	99,800	3,210,566	2.22%
Midea Group	109,000	5,954,670	4.12%
		13,541,036	9.37%
<b>Consumer Staples</b>			
Muyuan Foodstuff Co Ltd	72,000	2,964,960	2.05%
Wuliangye Yibin	43,000	6,033,330	4.18%
		8,998,290	6.23%
<b>Healthcare</b>			
Shenzhen Mindray Bio-Medical Electronics	13,500	3,923,100	2.71%
Yunnan Baiyao Group	17,980	883,717	0.61%
		4,806,817	3.32%

# Investment Portfolio (Unaudited) (continued)

as at 31 December 2023

Investments	Hang Seng China A Industry Top Index ETF		
	Holdings	Market Value (RMB)	% of Net Assets Attributable to Unitholders
<b>Industrials</b>			
Contemporary Amperex Technology	63,200	10,318,032	7.14%
Luxshare Precision Industry	102,900	3,544,905	2.45%
S.F. Holding	48,800	1,971,520	1.36%
		15,834,457	10.95%
<b>Information Technology</b>			
Hangzhou Hikvision Digital Technology	82,697	2,871,240	1.99%
ZTE Corporation	71,600	1,895,968	1.31%
		4,767,208	3.30%
<b>Materials</b>			
Rongsheng Petro Chemical	78,800	815,580	0.56%
<b>Properties &amp; Construction</b>			
China Vanke	140,441	1,469,013	1.01%
<b>Utilities</b>			
CGN Power	174,800	543,628	0.38%
<b>Total Investments</b>		144,397,186	99.88%
<i>(Total cost of Investments – RMB148,535,175)</i>			
<b>Other Net Assets</b>		177,731	0.12%
<b>Net Assets Attributable to Unitholders</b>		144,574,917	100.00%

Investments	Hang Seng Harvest CSI 300 Index ETF		
	Holdings	Market Value (RMB)	% of Net Assets Attributable to Unitholders
<b>Shenzhen Stock Exchange Listed Equities</b>			
<b>Exchange Traded Funds</b>			
Harvest CSI 300 ETF	13,447,800	47,874,168	99.71%
<b>Total Investments</b>		47,874,168	99.71%
<i>(Total cost of Investments – RMB64,899,561)</i>		47,874,168	99.71%
<b>Other Net Assets</b>		140,083	0.29%
<b>Net Assets Attributable to Unitholders</b>		48,014,251	100.00%

# Investment Portfolio (Unaudited) (continued)

as at 31 December 2023

The investment portfolio of the Harvest CSI 300 ETF as at 31 December 2023 was as follows:

Investment	Holdings	Market Value (RMB)	% of Net Assets Attributable to Unitholders
<b>Communication Services</b>			
China Mobile Limited	2,139,590	212,846,413	0.51%
China Satellite Communications Co., Ltd.	1,501,500	25,990,965	0.06%
China Telecom Corporation Limited	36,792,800	199,049,048	0.48%
China United Network Communications Co Ltd	45,220,322	198,065,010	0.48%
Focus Media Information Technology Co., Ltd.	23,957,358	151,410,503	0.37%
Mango Excellent Media Co., Ltd.	1,773,025	44,680,230	0.11%
Wuhu Sanqi Interactive Entertainment Network Technology Group Co., Ltd.	3,679,168	69,205,150	0.17%
		901,247,319	2.18%
<b>Consumer Discretionary</b>			
BYD Co Ltd	2,148,497	425,402,406	1.03%
Changzhou Xingyu Automotive Lighting Systems Co Ltd	338,331	44,358,577	0.11%
China Tourism Group Duty Free Corporation Limited	2,313,638	193,628,364	0.47%
Chongqing Changan Automobile Co Ltd	11,766,576	198,031,474	0.48%
Ecovacs Robotics Co., Ltd.	546,290	22,638,258	0.05%
Fuyao Glass Industry Group Co., Ltd	3,797,306	141,981,271	0.34%
Great Wall Motor Co Ltd	2,927,823	73,839,696	0.18%
Gree Electric Appliances, Inc. of Zhuhai	10,675,773	343,439,618	0.83%
Guangzhou Automobile Group Co., Ltd.	5,253,765	45,970,444	0.11%
Haier Smart Home Co., Ltd.	8,969,848	188,366,808	0.46%
Huali Industrial Group Company Limited	359,300	18,913,552	0.05%
HUAYU Automotive Systems Company Limited	3,735,734	60,817,750	0.15%
Huizhou Desay SV Automotive Co., Ltd.	657,984	85,215,508	0.21%
Midea Group CO., LTD	11,651,840	636,540,019	1.54%
Ningbo Tuopu Group Co., Ltd.	1,044,800	76,792,800	0.19%
Oppein Home Group Inc.	432,830	30,129,296	0.07%
SAIC Motor Co Ltd	11,075,027	149,845,115	0.36%
Shanghai Jin Jiang International Hotels Co., Ltd.	1,083,200	32,387,680	0.08%
		2,768,298,636	6.71%
<b>Consumer Staples</b>			
Anhui Gujing Distillery Co Ltd	387,051	90,105,473	0.22%
Chongqing Brewery Co Ltd	573,122	38,083,957	0.09%
Eastroc Beverage (Group) Co., Ltd.	189,400	34,567,394	0.08%
Foshan Haitian Flavouring and Food Company Ltd.	3,953,060	150,018,627	0.36%
Guangdong Haid Group Co Ltd	1,971,657	88,547,116	0.21%
Guangdong Wens Food Stuff Group Co., Ltd	12,599,219	252,740,333	0.61%
Henan Shuanghui Investment & Development Co Ltd	2,463,211	65,792,366	0.16%
Inner Mongolia Yili Industrial Group Co Ltd	15,086,274	403,557,830	0.98%
Jiangsu King' s Luck Brewery Joint-Stock Co., Ltd.	1,486,308	72,457,515	0.18%
Jiangsu Yanghe Brewery Joint-Stock Co Ltd	1,427,864	156,922,254	0.38%

# Investment Portfolio (Unaudited) (continued)

as at 31 December 2023

Investment	Holdings	Market Value (RMB)	% of Net Assets Attributable to Unitholders
Kweichow Moutai Co Ltd	1,488,242	2,568,705,692	6.21%
Luzhou Lao Jiao Co Ltd	1,743,844	312,880,490	0.76%
Muyuan Foodstuff Co., Ltd	6,475,705	266,669,532	0.65%
New Hope Liuhe Co., Ltd	5,385,973	50,197,268	0.12%
Shanxi Xinghuacun Fen Wine Factory Co Ltd	1,156,496	266,838,322	0.65%
Tsingtao Brewery Co Ltd	840,550	62,831,113	0.15%
Wuliangye Yibin Co Ltd	4,599,561	645,364,404	1.56%
Yihai Kerry Arawana Holdings Co., Ltd	1,413,128	47,170,212	0.11%
Yunnan Botanee Bio-Technology Group Co., Ltd.	401,251	27,353,280	0.07%
		5,600,803,178	13.55%
<b>Energy</b>			
China Coal Energy Co Ltd	4,337,334	42,028,767	0.10%
China Merchants Energy Shipping Co., Ltd.	7,719,300	45,389,484	0.11%
China Oilfield Services Limited	1,403,053	20,512,635	0.05%
China Petroleum & Chemical Corporation	45,079,869	251,545,669	0.61%
China Shenhua Energy Co Ltd	7,815,783	245,024,797	0.59%
CNOOC Limited	4,960,000	104,011,200	0.25%
PetroChina Co Ltd	26,860,106	189,632,348	0.46%
Shaanxi Coal Industry Company Limited	9,189,763	191,974,149	0.46%
Shanxi Coking Coal Energy Group Co.,Ltd.	5,381,170	53,165,960	0.13%
Shanxi Lu' an Environmental Energy Development Co Ltd	2,835,400	62,123,614	0.15%
Yankuang Energy Group Company Limited	3,262,973	64,639,495	0.16%
		1,270,048,118	3.07%
<b>Financials</b>			
Agricultural Bank of China Co Ltd	75,652,997	275,376,909	0.67%
Bank of Beijing Co Ltd	35,072,249	158,877,288	0.38%
BANK OF CHENGDU CO., LTD.	4,519,400	50,888,444	0.12%
Bank of China Ltd	49,946,229	199,285,454	0.48%
Bank of Communications Co LTD	65,110,526	373,734,419	0.90%
Bank Of Hangzhou Co., Ltd	8,432,326	84,407,583	0.20%
Bank of Jiangsu Co., Ltd	43,488,130	290,935,590	0.70%
Bank of Nanjing Co Ltd	12,256,397	90,452,210	0.22%
Bank of Ningbo Co Ltd	9,389,088	188,814,560	0.46%
Bank of Shanghai Co., Ltd.	23,566,109	140,689,671	0.34%
China Citic Bank Corporation Limited	7,269,711	38,456,771	0.09%
China Construction Bank	15,913,879	103,599,352	0.25%
China Everbright Bank Co Ltd	43,988,809	127,567,546	0.31%
China Galaxy Securities Co., Ltd.	5,149,500	62,051,475	0.15%
China International Capital Corporation Limited	2,078,700	79,094,535	0.19%
China Life Insurance Company Limited	3,947,661	111,916,189	0.27%
China Merchants Bank Co Ltd	29,331,389	815,999,242	1.97%
China Merchants Securities Co Ltd	8,794,285	119,954,047	0.29%
China Minsheng Banking Corp Ltd	58,825,578	220,007,662	0.53%

# Investment Portfolio (Unaudited) (continued)

as at 31 December 2023

Investment	Holdings	Market Value (RMB)	% of Net Assets Attributable to Unitholders
China Pacific Insurance (Group) Co Ltd	8,110,228	192,861,222	0.47%
China Securities Co., Ltd.	3,058,766	72,370,404	0.18%
China Zheshang Bank Co., Ltd	35,738,600	90,061,272	0.22%
Cinda Securities Co., Ltd.	768,800	13,830,712	0.03%
CITIC Securities Co Ltd	22,953,221	467,557,112	1.13%
CNPC Capital Company Limited	5,992,000	32,356,800	0.08%
East Money Information Co Ltd	30,061,394	422,061,972	1.02%
Everbright Securities Co Ltd	4,629,204	71,382,326	0.17%
Founder Securities Co Ltd	9,754,319	78,619,811	0.19%
GF Securities Co., Ltd.	6,995,784	99,969,753	0.24%
Guosen Securities Co., Ltd.	6,833,518	58,358,244	0.14%
Guotai Junan Securities Co., Ltd.	10,681,792	158,945,065	0.38%
Haitong Securities Company Limited	22,879,169	214,377,813	0.52%
Hithink Royalflush Information Network Co., Ltd.	509,313	79,895,930	0.19%
Hongta Securities Co., Ltd.	3,353,531	25,453,300	0.06%
Hua Xia Bank Co Ltd	15,085,989	84,783,258	0.21%
Huatai Securities Co Ltd	12,202,065	170,218,807	0.41%
Industrial and Commercial Bank of China Ltd	83,058,957	397,021,814	0.96%
Industrial Bank	34,461,086	558,614,204	1.35%
Industrial Securities Co Ltd	16,372,346	96,105,671	0.23%
New China Life Insurance Co Ltd	1,977,112	61,547,497	0.15%
Orient Securities Company Limited	12,390,769	107,799,690	0.26%
Ping An Bank Co., Ltd.	22,993,669	215,910,552	0.52%
Ping An Insurance (Group) Company of China Ltd	25,504,889	1,027,847,027	2.49%
Postal Savings Bank Of China Co., Ltd.	26,331,600	114,542,460	0.28%
SDIC Capital Co., Ltd	6,090,726	41,051,493	0.10%
Shanghai Pudong Development Bank Co Ltd	27,823,198	184,189,571	0.45%
Shenwan Hongyuan Group CO., LTD	21,141,028	93,866,164	0.23%
The People's Insurance Company (Group) of China Limited	7,571,000	36,643,640	0.09%
Zheshang Securities Co., Ltd.	4,595,489	47,930,950	0.12%
Zhongtai Securities Co., Ltd.	6,605,380	45,312,907	0.11%
		8,893,596,388	21.50%
<b>Health Care</b>			
Aier Eye Hospital Group Co Ltd	11,053,234	174,862,162	0.42%
Asymchem Laboratories (Tianjin) Co., Ltd.	567,169	65,848,321	0.16%
Beijing Tongrentang Co Ltd	1,624,853	87,254,606	0.21%
Beijing Wantai Biological Pharmacy Enterprise Co., Ltd.	901,813	67,753,211	0.16%
Bloomage Biotechnology Corporation Limited	456,369	30,544,777	0.07%
Chang Chun High and New Technology Industry (Group) Inc.	767,059	111,837,202	0.27%
China Resources Sanjiu Medical & Pharmaceutical Co Ltd	923,801	45,940,624	0.11%
Chongqing Zhifei Biological Products Co Ltd	2,842,706	173,717,764	0.42%
Guangzhou Baiyunshan Pharmaceutical Holdings Company Limited	1,665,587	47,635,788	0.12%
Hangzhou Tigermed Consulting Co., Ltd.	1,242,592	68,305,282	0.17%

# Investment Portfolio (Unaudited) (continued)

as at 31 December 2023

Investment	Holdings	Market Value (RMB)	% of Net Assets Attributable to Unitholders
Huadong Medicine Co Ltd	2,079,058	86,197,745	0.21%
Hualan Biological Engineering INC	2,599,394	57,524,589	0.14%
Imeik Technology Development Co.,Ltd.	256,205	75,408,818	0.18%
Jiangsu Hengrui Medicine Co Ltd	10,581,311	478,592,696	1.16%
Pharmaron Beijing Co., Ltd.	2,111,210	61,182,866	0.15%
Shanghai Fosun Pharmaceutical (Group) Co Ltd	3,014,741	75,458,967	0.18%
Shanghai Pharmaceuticals Holding Co.,Ltd	2,639,100	44,152,143	0.11%
Shanghai RAAS Blood Products Co Ltd	12,594,642	100,757,136	0.24%
Shanghai United Imaging Healthcare Co., Ltd.	975,025	133,588,175	0.32%
Shenzhen Mindray Bio-Medical Electronics Co., Ltd.	1,432,957	416,417,304	1.01%
Shijiazhuang Yiling Pharmaceutical Co Ltd	1,979,100	45,657,837	0.11%
Walvax Biotechnology Co Ltd	3,807,869	89,523,000	0.22%
WuXi AppTec Co., Ltd.	4,865,042	353,980,456	0.86%
Yunnan Baiyao Group Co., Ltd.	2,129,302	104,655,193	0.25%
Zhangzhou Pientzhuang Pharmaceutical Co Ltd	715,201	173,071,490	0.42%
Zhejiang NHU Co Ltd	3,662,431	62,114,830	0.15%
		3,231,982,982	7.82%
<b>Industrials</b>			
Air China Ltd	11,032,047	80,975,225	0.20%
Avic Airborne Systems Co., Ltd.	4,587,100	60,457,978	0.15%
Avic Aviation Engine Corporation Plc.	3,158,118	118,050,451	0.29%
Avic Shenyang Aircraft Company Limited	2,612,041	110,175,889	0.27%
Avic Xi' An Aircraft Industry Group Company Ltd.	3,296,293	73,738,074	0.18%
Beijing New Building Materials Public Ltd Co	2,402,348	56,118,849	0.14%
Beijing-Shanghai High Speed Railway Co.,Ltd	58,184,784	286,269,137	0.69%
China Communications Construction Company Limited	8,421,323	64,002,055	0.15%
China CSSC Holdings Limited	5,299,158	156,007,211	0.38%
China Eastern Airlines Co., Ltd.	20,278,700	78,681,356	0.19%
China Energy Engineering Corporation Limited	30,739,300	64,552,530	0.16%
China National Chemical Engineering Co Ltd	8,686,900	55,248,684	0.13%
China Railway Construction Co Ltd	10,902,444	82,967,599	0.20%
China Railway Group Limited	24,343,062	138,268,592	0.33%
China Shipbuilding Industry Co Ltd	27,017,435	111,582,007	0.27%
China Southern Airlines Co Ltd	12,774,797	73,582,831	0.18%
China State Construction Engineering Co Ltd	49,669,632	238,910,930	0.58%
Contemporary Amperex Technology Co., Limited.	6,189,947	1,010,570,747	2.44%
COSCO SHIPPING Holdings Co., Ltd.	15,116,538	144,816,434	0.35%
CRRC Corporation Limited	28,825,110	151,620,079	0.37%
Daqin Railway Co Ltd	14,570,325	105,052,043	0.25%
Dongfang Electric Corporation Limited	2,633,700	38,504,694	0.09%
Eve Energy Co Ltd	2,908,459	122,736,970	0.30%
FAW Jiefang Group Co., Ltd	2,197,901	18,682,159	0.05%
Ginlong Technologies Co., Ltd.	569,600	39,815,040	0.10%

# Investment Portfolio (Unaudited) (continued)

as at 31 December 2023

Investment	Holdings	Market Value (RMB)	% of Net Assets Attributable to Unitholders
Goldwind Science & Technology Co.,Ltd.	6,543,272	52,346,176	0.13%
Gongniu Group Co., Ltd.	316,808	30,302,685	0.07%
Guoxuan High-Tech Co.,Ltd.	2,529,400	54,382,100	0.13%
Jiangsu Hengli Hydraulic CO., Ltd.	1,270,983	69,497,350	0.17%
Metallurgical Corporation of China Co Ltd	16,922,310	51,782,269	0.13%
Ming Yang Smart Energy Group Limited	4,306,500	54,003,510	0.13%
NARI Technology Co., Ltd.	9,517,815	212,437,631	0.51%
Ningbo Deye Technology Co., Ltd.	407,400	34,180,860	0.08%
Power Construction Corporation of China, Ltd	20,410,977	99,809,678	0.24%
S.F. Holding Co., Ltd.	5,800,548	234,342,139	0.57%
Sany Heavy Industry Co Ltd	14,076,470	193,832,992	0.47%
Shanghai International Airport Co Ltd	2,948,327	96,646,159	0.23%
Shanghai International Port (Group) Co Ltd	6,621,150	32,443,635	0.08%
Shanghai M&G Stationery Inc.	878,598	32,991,355	0.08%
Shenzhen Inovance Technology Co Ltd	5,058,328	319,382,830	0.77%
Sichuan Road&Bridge Co Ltd	4,130,520	30,937,595	0.07%
Spring Airlines Co., Ltd.	1,159,550	58,209,410	0.14%
Sungrow Power Supply Co Ltd	2,463,711	215,796,446	0.52%
TBEA Co Ltd	11,973,422	165,233,224	0.40%
Wei Chai Power Co Ltd	12,860,092	175,540,256	0.42%
Wuxi Lead Intelligent Equipment Co., Ltd.	2,597,885	66,505,856	0.16%
XCMG Construction Machinery Co Ltd	16,800,669	91,731,653	0.22%
YTO Express Group Co., Ltd.	4,078,400	50,123,536	0.12%
Zhejiang Chint Electrics Co Ltd	2,546,344	54,771,859	0.13%
Zhejiang Sanhua Intelligent Controls Co., Ltd.	5,307,111	156,029,063	0.38%
Zhuzhou CRRC Times Electric Co., Ltd.	617,439	22,431,559	0.05%
Zoomlion Heavy Industry Science & Technology Co Ltd	11,770,945	76,864,271	0.19%
		6,213,943,661	15.03%
<b>Information Technology</b>			
360 Security Technology Inc.	8,466,690	76,284,877	0.18%
Advanced Micro-Fabrication Equipment Inc. China	1,026,796	157,715,866	0.38%
Avary Holding (Shenzhen) Co., Limited	1,649,432	36,815,322	0.09%
Avic Jonhon Optron Technology Co., Ltd.	2,512,085	97,971,315	0.24%
Beijing Kingsoft Office Software, Inc.	546,829	172,907,330	0.42%
BOE Technology Group Co Ltd	88,782,525	346,251,848	0.84%
Cambricon Technologies Corporation Limited	493,381	66,586,700	0.16%
Chaozhou Three-Circle (Group) Co., Ltd	3,178,442	93,605,117	0.23%
China Resources Microelectronics Limited	1,251,466	55,928,016	0.14%
China Zhenhua (Group) Science & Technology Co Ltd	916,296	53,914,857	0.13%
Dawning Information Industry Co., Ltd.	2,774,478	109,564,136	0.27%
Empyrean Technology Co., Ltd.	514,400	54,449,240	0.13%
Flat Glass Group CO., LTD.	1,348,811	36,013,254	0.09%
Foxconn Industrial Internet Co., Ltd.	9,415,137	142,356,871	0.34%

# Investment Portfolio (Unaudited) (continued)

as at 31 December 2023

Investment	Holdings	Market Value (RMB)	% of Net Assets Attributable to Unitholders
GigaDevice Semiconductor (Beijing) Inc.	1,580,187	145,993,477	0.35%
Glodon Software Co Ltd	3,155,947	54,092,932	0.13%
GoerTek Inc	5,580,555	117,247,461	0.28%
Guangzhou Shiyuan Electronic Technology Company Limited	986,901	45,160,590	0.11%
Hangzhou First Pv Material Co., Ltd.	1,759,806	42,710,492	0.10%
Hangzhou Hikvision Digital Technology Co Ltd	8,844,562	307,083,193	0.74%
Hangzhou Silan Microelectronics Co Ltd	1,972,008	45,020,943	0.11%
Hundsun Technologies Inc.	3,602,230	103,600,135	0.25%
Hygon Information Technology Co., Ltd.	2,202,990	156,368,230	0.38%
Iflytek Co., Ltd.	4,389,758	203,596,976	0.49%
Ingenic Semiconductor Co Ltd	685,064	44,289,388	0.11%
Inspur Electronic Information Industry Co., Ltd	2,442,097	81,077,620	0.20%
JA Solar Technology Co., Ltd.	3,892,514	80,652,890	0.20%
JCET Group Co., Ltd.	3,391,165	101,260,187	0.24%
Jinko Solar Co., Ltd.	4,739,683	41,993,591	0.10%
Lens Technology Co., Ltd.	4,723,820	62,354,424	0.15%
Longi Green Energy Technology Co., Ltd.	14,227,718	325,814,742	0.79%
Luxshare Precision Industry Co., Ltd.	11,856,141	408,444,057	0.99%
Maxscend Microelectronics Company Limited	885,780	124,894,980	0.30%
Montage Technology Co., Ltd.	2,157,298	126,762,830	0.31%
National Silicon Industry Group Co., Ltd.	3,906,047	67,652,734	0.16%
NAURA Technology Group Co., Ltd.	628,179	154,349,862	0.37%
Ninestar Corporation	2,349,500	53,169,185	0.13%
Qi An Xin Technology Group Inc.	649,171	26,025,265	0.06%
Sangfor Technologies Inc.	593,095	42,874,838	0.10%
Semiconductor Manufacturing International Corporation	4,676,946	247,971,677	0.60%
SG Micro Corp.	775,559	69,032,507	0.17%
Shanghai Aiko Solar Energy Co., Ltd.	2,563,380	45,218,023	0.11%
Shanghai Baosight Software Co Ltd	1,705,395	83,223,276	0.20%
Shengyi Technology Co., Ltd.	2,786,300	51,017,152	0.12%
Shennan Circuits Co., Ltd.	485,832	34,489,214	0.08%
Shenzhen Transsion Holdings Co., Ltd.	764,186	105,763,342	0.26%
StarPower Semiconductor Ltd.	202,402	36,634,762	0.09%
Suzhou Maxwell Technologies Co., Ltd.	329,804	42,712,916	0.10%
TCL Technology Group Corporation	44,046,911	189,401,717	0.46%
TCL Zhonghuan Renewable Energy Technology Co., Ltd.	7,663,748	119,861,019	0.29%
Thunder Software Technology Co., Ltd.	872,187	69,827,291	0.17%
Tongwei Co Ltd	6,401,178	160,221,485	0.39%
Trina Solar Co., Ltd.	2,575,174	73,469,714	0.18%
Unigroup Guoxin Microelectronics Co., Ltd.	1,597,536	107,753,803	0.26%
Unisplendour Co., Ltd.	5,421,914	104,914,036	0.25%
Will Semiconductor CO., Ltd. Shanghai	1,728,012	184,396,160	0.45%
Wingtech Technology Co., Ltd.	2,061,867	87,237,593	0.21%
XinJiang Daqo New Energy Co., Ltd	1,525,377	45,105,398	0.11%

# Investment Portfolio (Unaudited) (continued)

as at 31 December 2023

Investment	Holdings	Market Value (RMB)	% of Net Assets Attributable to Unitholders
Yealink Network Technology Corporation Limited	1,197,828	35,395,817	0.09%
Yonyou Network Technology Co., Ltd.	4,860,801	86,473,650	0.21%
Zhejiang Dahua Technology Co Ltd	4,684,535	86,429,671	0.21%
Zhejiang Jingsheng Mechanical & Electrical Co., Ltd.	1,550,726	68,371,509	0.17%
Zhongji Innolight Co., Ltd.	1,521,874	171,834,793	0.42%
ZTE Corporation	7,553,247	200,009,981	0.48%
		6,969,622,277	16.87%
<b>Materials</b>			
Aluminum Corporation of China Limited	18,793,765	105,996,835	0.26%
Anhui Conch Cement Co Ltd	5,686,640	128,290,598	0.31%
Baoshan Iron & Steel Co Ltd	20,967,165	124,335,288	0.30%
Beijing Oriental Yuhong Waterproof Technology Co Ltd	4,722,656	90,674,995	0.22%
Cathay Biotech Inc.	552,725	30,388,821	0.07%
China Jushi Co., Ltd.	5,691,545	55,947,887	0.14%
China Molybdenum Co., Ltd.	16,743,258	87,064,942	0.21%
China Northern Rare Earth (Group) High-Tech Co., Ltd	5,997,023	115,982,425	0.28%
CITIC Pacific Special Steel Group Co., Ltd	2,392,248	33,587,162	0.08%
CNGR Advanced Material Co., Ltd.	793,975	39,007,992	0.09%
Ganfeng Lithium Co Ltd	2,676,555	114,556,553	0.28%
Guangzhou Tinci Materials Technology Co., Ltd	2,696,782	67,635,293	0.16%
Hengli Petrochemical Co., Ltd.	5,004,334	65,907,079	0.16%
Hoshine Silicon Industry Co., Ltd	840,697	42,875,547	0.10%
Inner Mongolia Baotou Steel Union Co Ltd	53,799,275	78,546,942	0.19%
Jiangsu Eastern Shenghong Co., Ltd.	6,232,875	59,835,600	0.14%
Jiangxi Copper Co Ltd	2,459,014	43,917,990	0.11%
LB Group Co., Ltd.	3,919,347	67,138,414	0.16%
Ningxia Baofeng Energy Group Co., Ltd.	5,213,400	77,001,918	0.19%
Qinghai Salt Lake Industry Co Ltd	12,874,509	205,348,418	0.50%
Rongsheng Petro Chemical Co Ltd	7,198,726	74,506,814	0.18%
Satellite Chemical Co., Ltd.	3,991,293	58,871,572	0.14%
Shandong Gold-Mining Co Ltd	4,282,382	97,938,076	0.24%
Shandong Hualu-Hengsheng Chemical Co Ltd	3,522,439	97,184,092	0.24%
Shandong Nanshan Aluminium Co., Ltd.	16,647,900	48,944,826	0.12%
Shanghai Putailai New Energy Technology Co., Ltd.	2,026,895	42,422,912	0.10%
Tianqi Lithium Industries, Inc.	2,450,400	136,707,816	0.33%
Wanhua Chemical Group Co., Ltd.	4,463,924	342,918,642	0.83%
Xinjiang Tianshan Cement Co Ltd	4,105,900	27,427,412	0.07%
Yunnan Energy New Material Co., Ltd.	1,390,107	78,985,880	0.19%
Zangge Mining Company Limited	1,872,281	47,443,600	0.11%
Zhejiang Huayou Cobalt Co., Ltd.	3,242,357	106,770,816	0.26%
Zhongjin Gold Co Ltd	6,891,900	68,643,324	0.17%
Zijin Mining Group Co Ltd	39,033,530	486,357,784	1.18%
		3,349,164,265	8.11%

# Investment Portfolio (Unaudited) (continued)

as at 31 December 2023

Investment	Holdings	Market Value (RMB)	% of Net Assets Attributable to Unitholders
<b>Real Estate</b>			
China Merchants Shekou Industrial Zone Holdings Co.,Ltd	8,589,002	81,853,189	0.20%
China Vanke Co Ltd	16,131,092	168,731,222	0.41%
Future Land Holdings Co., Ltd.	2,143,050	24,452,201	0.06%
Greenland Holdings Corporation Limited	9,991,646	22,980,786	0.06%
Hainan Airport Infrastructure Co., Ltd	16,245,300	60,107,610	0.15%
Poly Developments and Holdings Group Co., Ltd.	17,019,968	168,497,683	0.41%
Shenzhen Overseas Chinese Town Co Ltd	11,661,629	36,267,666	0.09%
		562,890,357	1.38%
<b>Utilities</b>			
CGN Power Co., Ltd.	18,643,100	57,980,041	0.14%
China Longyuan Power Group Corporation Limited	358,200	7,095,942	0.02%
China National Nuclear Power Co.,Ltd.	22,374,000	167,805,000	0.41%
China Three Gorges Renewables (Group) Co.,Ltd.	33,914,438	148,206,094	0.36%
China Yangtze Power Co Ltd	23,193,344	541,332,649	1.31%
ENN Ecological Holdings Co., Ltd.	2,202,900	37,052,778	0.09%
GD Power Development Co Ltd	21,111,975	87,825,816	0.21%
Huaneng Power International Inc	10,424,600	80,269,420	0.19%
HuanengLancang River Hydropower Inc.	4,265,266	36,809,246	0.09%
SDIC Power Holdings Co.,Ltd.	7,066,201	93,132,529	0.23%
Sichuan Chuantou Energy Co Ltd	5,285,424	79,915,611	0.19%
Zhejiang Zheneng Electric Power Co., Ltd.	9,532,300	43,943,903	0.11%
		1,381,369,029	3.35%
<b>Total Investments</b> <i>(Total cost of Investments – RMB45,639,585,545)</i>		41,142,966,210	99.57%
<b>Other Net Assets</b>		198,240,552	0.43%
<b>Net Assets Attributable to Unitholders</b>		41,341,206,762	100.00%

# Investment Portfolio (Unaudited) (continued)

as at 31 December 2023

Investments	Hang Seng Stock Connect China A Low Carbon Index ETF		
	Holdings	Market Value (RMB)	% of Net Assets Attributable to Unitholders
<b>Shanghai Stock Exchange Listed Equities</b>			
<b>Consumer Discretionary</b>			
Air China	23,532	172,725	0.17%
Changzhou Xingyu Automotive Lighting Systems	944	123,768	0.12%
China Eastern Airlines	49,309	191,319	0.19%
China Southern Airlines	27,365	157,622	0.15%
Chongqing Sokon	4,602	350,672	0.34%
Ecovacs Robotics	1,503	62,284	0.06%
Fuyao Group Glass Industry	8,833	330,266	0.32%
Goneo Group	900	86,085	0.08%
Great Wall Motor	7,510	189,402	0.19%
Guangzhou Automobile Group	13,727	120,111	0.12%
Haier Smart Home	27,560	578,760	0.57%
Hainan Airlines	148,500	203,445	0.20%
Huayu Automotive Systems	9,029	146,992	0.14%
Ningbo Tuopu Group	2,727	200,435	0.20%
Oppein Home Group	1,128	78,520	0.08%
SAIC Motor	18,215	246,449	0.24%
Shanghai International Airport	6,865	225,035	0.22%
Shanghai Jinjiang International	2,727	81,537	0.08%
Shanghai M&G Stationery	2,726	102,361	0.10%
Spring Airlines	2,600	130,520	0.13%
		3,778,308	3.70%
<b>Consumer Staples</b>			
Chongqing Brewery	1,314	87,315	0.09%
Eastroc Beverage Group	968	176,670	0.17%
Foshan Haitian Flavouring & Food	11,830	448,949	0.44%
Inner Mongolia Yili Industrial Group	36,720	982,260	0.96%
Jiangsu King' s Luck Brewery Joint	4,886	238,192	0.23%
Kweichow Moutai	3,632	6,268,832	6.13%
Shanxi Xinghuacun Fen Wine	3,007	693,805	0.68%
Tsingtao Brewery	1,777	132,831	0.13%
		9,028,854	8.83%
<b>Energy</b>			
China Oilfield Services	3,573	52,237	0.05%

# Investment Portfolio (Unaudited) (continued)

as at 31 December 2023

Investments	Hang Seng Stock Connect China A Low Carbon Index ETF		
	Holdings	Market Value (RMB)	% of Net Assets Attributable to Unitholders
<b>Financials</b>			
Agricultural Bank of China	256,355	933,132	0.91%
Bank of Beijing	125,259	567,423	0.56%
Bank of Chengdu	26,028	293,075	0.29%
Bank of China	152,468	608,347	0.60%
Bank of Communications	182,919	1,049,955	1.03%
Bank of Hangzhou	24,684	247,087	0.24%
Bank of Jiangsu	110,170	737,037	0.72%
Bank of Nanjing	67,932	501,338	0.49%
Bank of Shanghai	74,326	443,726	0.43%
China CITIC Bank Corp	24,636	130,324	0.13%
China Construction Bank	50,070	325,956	0.32%
China Everbright Bank	205,072	594,709	0.58%
China Galaxy Securities	13,954	168,146	0.16%
China International Capital Corporation Limited	6,222	236,747	0.23%
China Life Insurance	12,323	349,357	0.34%
China Merchants Bank	84,159	2,341,303	2.29%
China Merchants Securities	27,990	381,784	0.37%
China Minsheng Banking	209,220	782,483	0.77%
China Pacific Insurance Group	27,248	647,958	0.63%
China Zheshang Bank	139,164	350,693	0.34%
CITIC Securities	66,792	1,360,553	1.33%
CSC Financial	15,380	363,891	0.36%
Everbright Securities	14,673	226,258	0.22%
Founder Securities	28,200	227,292	0.22%
Guotai Junan Securities	32,105	477,722	0.47%
Haitong Securities	70,944	664,745	0.65%
Huatai Securities	43,699	609,601	0.60%
Huaxia Bank	44,363	249,320	0.24%
Industrial and Commercial Bank of China	295,359	1,411,816	1.38%
Industrial Bank	111,040	1,799,958	1.76%
Industrial Securities	52,947	310,799	0.30%
New China Life Insurance	7,076	220,276	0.22%
Orient Securities	39,377	342,580	0.34%
PICC Holding	35,056	169,671	0.17%
Ping An Insurance	61,881	2,493,804	2.44%
Postal Savings Bank of China	101,612	442,012	0.43%
Shanghai Pudong Development Bank	131,009	867,280	0.85%
Shanghai Rural Commercial Bank	38,903	223,303	0.22%
Zheshang Securities	14,574	152,007	0.15%
Zhongtai Securities	22,246	152,608	0.15%
		24,456,076	23.93%

# Investment Portfolio (Unaudited) (continued)

as at 31 December 2023

Investments	Hang Seng Stock Connect China A Low Carbon Index ETF		
	Holdings	Market Value (RMB)	% of Net Assets Attributable to Unitholders
<b>Healthcare</b>			
Beijing Tongrentang	4,414	237,032	0.23%
Beijing Wantai Biological	2,521	189,403	0.19%
Bloomage Biotechnology Corporation	1,314	87,946	0.09%
Guangzhou Baiyunshan Pharmaceutical Holding	5,015	143,429	0.14%
Jiangsu Hengrui Medicine	25,478	1,152,370	1.13%
Shanghai Fosun Pharmaceutical Group	7,506	187,875	0.18%
Shanghai Junshi Biosciences	3,259	136,324	0.13%
Topchoice Medical Corporation	1,409	107,718	0.11%
WuXi AppTec	13,245	963,706	0.94%
Zhangzhou Pientzehuang Pharmaceutical	2,072	501,403	0.49%
		3,707,206	3.63%
<b>Industrials</b>			
AECC Aviation Power	8,070	301,657	0.30%
AVIC Shenyang Heibao	5,966	251,646	0.25%
Beijing-Shanghai High	166,700	820,164	0.80%
China CSSC Holdings	15,143	445,810	0.44%
COSCO Shipping Holdings	34,436	329,897	0.32%
CRRG Corp	67,241	353,688	0.35%
Daqin Railway	35,327	254,708	0.25%
Dongfang Electric	6,900	100,878	0.10%
Flat Glass Group	4,169	111,312	0.11%
Hangzhou First Applied Material	5,650	137,125	0.13%
Hoyuan Green Energy	1,771	58,939	0.06%
Jiangsu Hengli Hydraulic	2,912	159,228	0.16%
Jiangsu Zhongtian Technology	19,375	241,994	0.24%
Jinko Solar	12,539	111,096	0.11%
Longi Green Energy Technology	38,532	882,383	0.86%
Ming Yang Smart Energy Group	12,600	158,004	0.16%
NARI Technology Development	25,395	566,816	0.55%
Ningbo Deye Technology	939	78,782	0.08%
Ningbo Port	29,478	104,942	0.10%
Ningbo Shanshan	8,466	115,307	0.11%
Sany Heavy Industry	38,233	526,468	0.52%
Shanghai Electric Group	29,841	124,437	0.12%
Shanghai International Port	22,006	107,829	0.11%
Shanghai Putailai New Energy Technology	5,575	116,685	0.11%
TBEA	26,911	371,372	0.36%
Tongwei	15,991	400,255	0.39%
Trina Solar	9,399	268,153	0.26%
YTO Express Group	15,141	186,083	0.18%
Zhejiang Chint Electrics	7,338	157,840	0.15%
Zhuzhou CRRG Times Electric	2,052	74,549	0.07%
		7,918,047	7.75%

# Investment Portfolio (Unaudited) (continued)

as at 31 December 2023

Investments	Hang Seng Stock Connect China A Low Carbon Index ETF		
	Holdings	Market Value (RMB)	% of Net Assets Attributable to Unitholders
<b>Information Technology</b>			
360 Security Technology	20,446	184,218	0.18%
Advanced Micro-Fabrication	2,669	409,958	0.40%
Beijing Kingsoft Office Software	1,346	425,605	0.42%
China Railway Signal & Communication Corporation	14,349	62,849	0.06%
China Resources Microelectronics	2,862	127,903	0.13%
Dawning Information Industry	8,934	352,804	0.34%
Foxconn Industrial Internet	28,498	430,890	0.42%
Gigadevice Semiconductor	3,949	364,848	0.36%
Hangzhou Silan Microelectronics	5,641	128,784	0.13%
Hundsun Technologies	9,770	280,985	0.27%
JCET Group	9,877	294,927	0.29%
Montage Technology	7,096	416,961	0.41%
National Silicon Industry	9,025	156,313	0.15%
Sanan Optoelectronics	20,800	288,080	0.28%
Semiconductor Manufacturing	11,089	587,939	0.57%
Shanghai Baosight Software	4,516	220,381	0.22%
Shenzhen Transsion Holding	2,358	326,347	0.32%
StarPower Semiconductor	470	85,070	0.08%
Will Semiconductor	6,694	714,317	0.70%
Wingtech Technology	6,226	263,422	0.26%
Yonyou Network Technology	14,202	252,653	0.25%
		6,375,254	6.24%
<b>Materials</b>			
Baoshan Iron and Steel	44,853	265,978	0.26%
China Jushi	14,765	145,140	0.14%
China National Chemical	22,662	144,130	0.14%
CMOC Group	44,134	229,497	0.22%
Hoshine Silicon Industry	1,784	90,984	0.09%
Ningxia Baofeng Energy Group	12,887	190,341	0.19%
Shandong Gold Mining	9,572	218,912	0.21%
Shandong Hualu Hengsheng Group	9,031	249,165	0.24%
Shandong Nanshan Aluminum	36,582	107,551	0.11%
SKSHU Paint	1,086	51,704	0.05%
Wanhua Chemical	9,961	765,204	0.75%
Xinjiang Daqo New Energy	3,012	89,065	0.09%
Zhejiang Huayou Cobalt	8,019	264,066	0.26%
Zijin Mining	92,757	1,155,752	1.13%
		3,967,489	3.88%

# Investment Portfolio (Unaudited) (continued)

as at 31 December 2023

Investments	Hang Seng Stock Connect China A Low Carbon Index ETF		
	Holdings	Market Value (RMB)	% of Net Assets Attributable to Unitholders
<b>Properties &amp; Construction</b>			
Anhui Conch Cement	12,227	275,841	0.27%
China Communications Construction	15,054	114,410	0.11%
China Railway	56,267	319,597	0.31%
China Railway Construction	28,968	220,447	0.22%
Gemdale Corp	30,901	134,728	0.13%
Poly Developments and Holdings Group	64,177	635,352	0.62%
Seazen Holdings	5,453	62,219	0.06%
Sichuan Road and Bridge Group	10,560	79,095	0.08%
		1,841,689	1.80%
<b>Telecommunications</b>			
China Mobile	4,606	458,205	0.45%
China Satellite Communications	4,000	69,240	0.07%
China Telecom	92,839	502,259	0.49%
China United Network Communications	85,403	374,065	0.36%
		1,403,769	1.37%
<b>Utilities</b>			
China National Nuclear Power	51,998	389,985	0.38%
China Three Gorges	85,420	373,285	0.37%
China Yangtze Power	57,721	1,347,208	1.32%
Huaneng Lancang River Hydropower	10,602	91,495	0.09%
Sichuan Chuantou Energy	7,507	113,506	0.11%
		2,315,479	2.27%
<b>Shenzhen Stock Exchange Listed Equities</b>			
<b>Consumer Discretionary</b>			
BYD	5,949	1,177,902	1.15%
Chongqing Changan Automobile	28,548	480,463	0.47%
Focus Media Information Technology	79,008	499,331	0.49%
Gree Electric Appliances	31,409	1,010,428	0.99%
Huali Industrial Group	1,032	54,324	0.05%
Huizhou Desay Sv Automotive	1,222	158,261	0.15%
Mango Excellent Media	5,548	139,810	0.14%
TCL Technology Group Corporation	105,885	455,306	0.45%
Zhejiang Supor Cookware	1,221	64,725	0.06%
		4,040,550	3.95%

# Investment Portfolio (Unaudited) (continued)

as at 31 December 2023

Investments	Hang Seng Stock Connect China A Low Carbon Index ETF		
	Holdings	Market Value (RMB)	% of Net Assets Attributable to Unitholders
<b>Consumer Staples</b>			
Anhui Gujing Distillery	844	196,483	0.19%
Guangdong Haid Group	5,173	232,319	0.23%
Guangdong Wens Foodstuffs	34,312	688,299	0.67%
Henan Shuanghui Investment and Development	6,193	165,415	0.16%
Jiangsu Yanghe Brewery	3,664	402,674	0.39%
Jiugui Liquor	1,599	116,967	0.12%
Luzhou Laojiao	4,696	842,556	0.83%
Muyuan Foodstuff	19,922	820,388	0.80%
New Hope Liuhe	14,104	131,449	0.13%
Wuliangye Yibin	11,928	1,673,618	1.64%
Yihai Kerry Arawana Holdings	4,982	166,299	0.16%
Yunnan Botanee Bio-Technology Group	1,045	71,238	0.07%
		5,507,705	5.39%
<b>Energy</b>			
Jiangsu Wujiang China East	15,603	149,789	0.15%
Shanxi Meijin Energy	16,141	107,499	0.10%
		257,288	0.25%
<b>Financials</b>			
Bank of Ningbo	36,417	732,346	0.72%
East Money Information	97,923	1,374,839	1.35%
GF Securities	24,545	350,748	0.34%
Guosen Securities	28,124	240,179	0.23%
Hithink RoyalFlush Information Network	1,695	265,895	0.26%
Ping An Bank	72,750	683,123	0.67%
Shenwan Hongyuan Group	77,580	344,455	0.34%
		3,991,585	3.91%
<b>Healthcare</b>			
Aier Eye Hospital Group	33,780	534,400	0.52%
Asymchem Laborator	1,414	164,165	0.16%
Changchun High & New Technology Industry Group	1,973	287,663	0.28%
Chongqing Zhifei Biological Products	8,703	531,840	0.52%
Hangzhou Tigermed Consulting	4,602	252,972	0.25%
Huadong Medicine	5,548	230,020	0.23%
Hualan Biological Engineering	6,098	134,949	0.13%
Imeik Technology Development	656	193,081	0.19%
Lepu Medical Technology	7,508	121,329	0.12%
Pharmaron Beijing	5,398	156,434	0.15%
Shanghai Raas Blood Products	30,872	246,976	0.24%
Shenzhen Mindray Bio-Medical Electronics	4,232	1,229,819	1.20%
Walvax Biotechnology	9,756	229,364	0.22%
Yunnan Baiyao Group	5,392	265,017	0.26%
Zhejiang Nhu	9,386	159,187	0.16%
		4,737,216	4.63%

# Investment Portfolio (Unaudited) (continued)

as at 31 December 2023

Investments	Hang Seng Stock Connect China A Low Carbon Index ETF		
	Holdings	Market Value (RMB)	% of Net Assets Attributable to Unitholders
<b>Industrials</b>			
Avary Holding	4,326	96,556	0.09%
AVIC Jonhon Optron Technology	6,430	250,770	0.25%
Avic XiAn Aircraft Industry Group	8,461	189,273	0.18%
Boe Technology Group	193,337	754,014	0.74%
Chaozhou Three-Circle Group	7,714	227,177	0.22%
China Merchants Expressway Network and Technology	12,226	119,448	0.12%
China Zhenhua Group Science	2,253	132,566	0.13%
CNGR Advanced Material	1,999	98,211	0.10%
Contemporary Amperex Technology	17,383	2,837,949	2.78%
Eve Energy	8,267	348,867	0.34%
Ginlong Technologies	1,322	92,408	0.09%
Goertek	14,679	308,406	0.30%
Gotion High-Tech	7,076	152,134	0.15%
Guangzhou Tinci Materials	7,413	185,918	0.18%
JA Solar Technology	11,139	230,800	0.23%
Lead Intelligent	6,585	168,576	0.16%
Lens Technology	15,919	210,131	0.21%
Lingyi Itech Guangdong	16,981	114,792	0.11%
Luxshare Precision Industry	28,644	986,786	0.97%
S.F. Holding	13,428	542,491	0.53%
Shennan Circuits	1,220	86,608	0.08%
Shenzhen Dynanonic	1,314	80,193	0.08%
Shenzhen Inovance Technology	11,649	735,518	0.72%
Sungrow Power Supply	7,525	659,115	0.64%
Sunwoda Electronic	8,352	123,276	0.12%
Suzhou Maxwell Technologies	1,032	133,654	0.13%
SYGF	2,260	103,418	0.10%
TCL Zhonghuan Renewable Energy Technology	18,574	290,497	0.28%
Weichai Power	32,592	444,881	0.44%
Wuhan Guide Infrared	10,469	76,424	0.07%
XCMG Construction Machinery	60,220	328,801	0.32%
Xinjiang Goldwind Science & Technology	16,229	129,832	0.13%
Yunda Holding	8,277	61,746	0.06%
Zhejiang Sanhua	12,426	365,324	0.36%
Zoomlion Heavy Industry Science and Technology	38,416	250,856	0.25%
		11,917,416	11.66%

# Investment Portfolio (Unaudited) (continued)

as at 31 December 2023

Investments	Hang Seng Stock Connect China A Low Carbon Index ETF		
	Holdings	Market Value (RMB)	% of Net Assets Attributable to Unitholders
<b>Information Technology</b>			
37 Interactive Entertainment Network Technology Group	13,584	255,515	0.25%
Empyrean Technology	1,200	127,020	0.12%
iFLYTEK	14,015	650,016	0.64%
Ingenic Semiconductor	1,886	121,930	0.12%
Inspur Electronic Information Industry	8,232	273,302	0.27%
Maxscend Microelectronics	2,454	346,014	0.34%
NAURA Technology Group	1,974	485,031	0.47%
Ninestar Corp	5,761	130,371	0.13%
Sangfor Technologies	1,978	142,990	0.14%
SG Micro Corp	1,860	165,559	0.16%
Thunder Software Technologies	2,264	181,256	0.18%
Tsinghua Unisplendour	10,325	199,789	0.19%
Unigroup Guoxin	3,945	266,090	0.26%
Yealink Network	4,796	141,722	0.14%
Zhejiang Dahua Technology	13,071	241,160	0.23%
Zhejiang Jingsheng Mechanical & Electrical	4,611	203,299	0.20%
ZTE Corporation	19,923	527,561	0.52%
		4,458,625	4.36%
<b>Materials</b>			
CITIC Pacific Special Steel Group	5,632	79,073	0.08%
Ganfeng Lithium Group	6,572	281,282	0.28%
LB Group	8,401	143,909	0.14%
Levima Advanced Materials	1,975	36,162	0.04%
Qinghai Salt Lake Industry	22,740	362,703	0.35%
Rongsheng Petro Chemical	20,035	207,362	0.20%
Satellite Chemical	10,062	148,415	0.15%
Tianqi Lithium Industry	6,674	372,342	0.36%
Yunnan Energy New Material	3,483	197,904	0.19%
Zangge Mining	6,393	161,999	0.16%
		1,991,151	1.95%

# Investment Portfolio (Unaudited) (continued)

as at 31 December 2023

Investments	Hang Seng Stock Connect China A Low Carbon Index ETF		
	Holdings	Market Value (RMB)	% of Net Assets Attributable to Unitholders
<b>Properties &amp; Construction</b>			
Beijing New Building Materials	5,911	138,081	0.14%
China Merchants Shekou Industrial Zone Holdings	20,060	191,172	0.19%
China Vanke	48,770	510,134	0.50%
Shenzhen Overseas Chinese	27,729	86,237	0.08%
Xinjiang Tianshan Cement	12,469	83,293	0.08%
		1,008,917	0.99%
<b>Utilities</b>			
CGN Power	49,396	153,622	0.15%
<b>Forward Contracts</b>			
Foreign currency forward contracts		23	0.00%
<b>Total financial assets at fair value through profit or loss</b>		102,908,506	100.69%
<b>Financial liabilities at fair value through profit or loss</b>			
<b>Forward Contracts</b>			
Foreign currency forward contracts		(454)	(0.00%)
<b>Total financial liabilities at fair value through profit or loss</b>		(454)	(0.00%)
<b>Total Investments</b>		102,908,052	100.69%
<i>(Total cost of Investments – RMB119,191,938)</i>			
<b>Other Net Liabilities</b>		(692,936)	(0.69%)
<b>Net Assets Attributable to Unitholders</b>		102,215,116	100.00%

# Investment Portfolio (Unaudited) (continued)

## Details in respect of Financial Derivative Instruments

As at 31 December 2023, the Funds held the outstanding foreign exchange forward contracts as shown below:

### Hang Seng Stock Connect China A Low Carbon Index ETF

Description	Currency/ Amount Bought	Currency/ Amount Sold	Settlement Date	Counterparty	Fair Value	% of Net Assets Attributable to Unitholders
Financial Assets:						
	RMB3,594	HKD3,934	05/01/2024	The Hongkong and Shanghai Banking Corporation Limited	6	0.00%
	HKD7,151	RMB6,505	05/01/2024	The Hongkong and Shanghai Banking Corporation Limited	17	0.00%
					23	0.00%
Financial Liabilities:						
	HKD290,770	RMB265,610	05/01/2024	The Hongkong and Shanghai Banking Corporation Limited	(444)	(0.00%)
	HKD2,696	RMB2,468	05/01/2024	The Hongkong and Shanghai Banking Corporation Limited	(9)	(0.00%)
	HKD1,610	RMB1,469	05/01/2024	The Hongkong and Shanghai Banking Corporation Limited	(1)	(0.00%)
					(454)	(0.00%)

# Information on exposure arising from Financial Derivative Instruments (Unaudited)

The lowest, highest and average gross exposure and net exposure arising from the use of financial derivative instruments for any purpose as a proportion to the Fund's total net asset value for the period ended 31 December 2023 are as follows:

Fund/Description	Lowest Gross Exposure	Highest Gross Exposure	Average Gross Exposure	Lowest Net Exposure	Highest Net Exposure	Average Net Exposure
<b>Foreign exchange forward contracts: Hang Seng Stock Connect China A Low Carbon Index ETF</b>	0.01%	0.55%	0.31%	0.00%	0.29%	0.06%

The date of commencement for Hang Seng Stock Connect China A Low Carbon Index ETF was 28 March 2023.

# Statement of Movements in Portfolio Holdings (Unaudited)

for the year ended 31 December 2023

Investments	Hang Seng China A Industry Top Index ETF			
	Holdings as at 01 January 2023	Additions	Disposals	Holdings as at 31 December 2023
<b>Shanghai Stock Exchange Listed Equities</b>				
<b>Consumer Discretionary</b>				
Haier Smart Home	73,300	29,600	18,800	84,100
SAIC Motor	67,900	20,300	23,300	64,900
<b>Consumer Staples</b>				
Foshan Haitian Flavouring & Food	31,500	26,500	14,800	43,200
Inner Mongolia Yili Industrial Group	111,500	58,400	35,900	134,000
Kweichow Moutai	7,900	3,600	3,300	8,200
<b>Energy</b>				
China Petroleum & Chemical	277,600	242,600	98,700	421,500
China Shenhua Energy	63,945	25,700	17,400	72,245
PetroChina	282,200	103,300	133,600	251,900
Shaanxi Coal Industry	65,700	24,600	14,900	75,400
Yankuang Energy Group	14,900	13,250	2,600	25,550
<b>Financials</b>				
Agricultural Bank of China	618,197	249,700	168,300	699,597
Bank of China	409,200	166,200	107,100	468,300
China Construction Bank	130,400	49,000	30,100	149,300
Industrial and Commercial Bank of China	783,108	348,100	240,900	890,308
Ping An Insurance	178,300	80,300	55,900	202,700
<b>Healthcare</b>				
Jiangsu Hengrui Medicine	74,105	38,300	20,500	91,905
Shanghai Fosun Pharmaceutical Group	20,600	11,700	4,000	28,300
WuXi AppTec	37,256	21,900	10,800	48,356
<b>Industrials</b>				
COSCO Shipping Holdings	111,000	40,500	23,300	128,200
Longi Green Energy Technology	124,800	58,100	40,100	142,800
<b>Information Technology</b>				
Foxconn Industrial Internet	76,900	31,000	19,600	88,300
Semiconductor Manufacturing	36,061	14,583	8,992	41,652
Will Semiconductor	13,905	7,000	3,800	17,105
<b>Materials</b>				
Baoshan Iron and Steel	151,300	53,800	31,900	173,200
Hengli Petrochemical	41,000	18,800	20,700	39,100
Wanhua Chemical	33,500	14,600	9,800	38,300
Zijin Mining	279,100	143,900	80,900	342,100

# Statement of Movements in Portfolio Holdings (Unaudited) (continued)

for the year ended 31 December 2023

Investments	Hang Seng China A Industry Top Index ETF			
	Holdings as at 01 January 2023	Additions	Disposals	Holdings as at 31 December 2023
<b>Properties &amp; Construction</b>				
Anhui Conch Cement	42,700	16,500	10,300	48,900
China Communications Construction	45,600	14,800	7,700	52,700
China Railway	178,900	76,700	50,100	205,500
China State Construction Engineering	365,360	155,100	101,300	419,160
<b>Telecommunications</b>				
China Mobile	9,600	9,900	2,800	16,700
China Satellite Communications	11,600	10,100	7,600	14,100
China Telecom	300,600	120,100	75,700	345,000
China United Network Communications	359,800	140,100	181,900	318,000
<b>Utilities</b>				
China National Nuclear Power	146,000	53,000	31,100	167,900
China Three Gorges	166,300	194,200	42,500	318,000
China Yangtze Power	176,140	111,400	70,700	216,840
Huaneng Power	85,249	32,200	19,700	97,749
<b>Shenzhen Stock Exchange Listed Equities</b>				
<b>Consumer Discretionary</b>				
BYD	17,700	10,100	5,700	22,100
Gree Electric Appliances	87,200	45,200	32,600	99,800
Midea Group	94,500	34,000	19,500	109,000
<b>Consumer Staples</b>				
Muyuan Foodstuff Co Ltd	-	75,500	3,500	72,000
Wuliangye Yibin	37,600	17,600	12,200	43,000
Yihai Kerry Arawana Holdings	15,700	5,900	21,600	-
<b>Healthcare</b>				
Shenzhen Mindray Bio-Medical Electronics	11,700	5,300	3,500	13,500
Yunnan Baiyao Group	13,880	7,000	2,900	17,980
<b>Industrials</b>				
Contemporary Amperex Technology	26,100	48,500	11,400	63,200
Luxshare Precision Industry	89,300	37,800	24,200	102,900
S.F. Holding	42,700	18,300	12,200	48,800
<b>Information Technology</b>				
Hangzhou Hikvision Digital Technology	73,097	31,100	21,500	82,697
ZTE Corporation	57,800	26,200	12,400	71,600
<b>Materials</b>				
Rongsheng Petro Chemical	68,600	24,200	14,000	78,800
<b>Properties &amp; Construction</b>				
China Vanke	122,441	49,900	31,900	140,441
<b>Utilities</b>				
CGN Power	114,600	76,900	16,700	174,800

# Statement of Movements in Portfolio Holdings (Unaudited) (continued)

for the year ended 31 December 2023

Investments	Hang Seng Harvest CSI 300 Index ETF			
	Holdings as at 01 January 2023	Additions	Disposals	Holdings as at 31 December 2023
<b>Shenzhen Stock Exchange Listed Equities</b>				
<b>Exchange Traded Funds</b>				
Harvest CSI 300 ETF	13,447,800	–	–	13,447,800

# Statement of Movements in Portfolio Holdings (Unaudited) (continued)

for the year/period ended 31 December 2023

Investments	Hang Seng Stock Connect China A Low Carbon Index ETF			
	Holdings as at 28 March 2023 (date of commencement)	Additions	Disposals	Holdings as at 31 December 2023
<b>Shanghai Stock Exchange Listed Equities</b>				
<b>Consumer Discretionary</b>				
Air China	–	25,300	1,768	23,532
Changzhou Xingyu Automotive Lighting Systems	–	1,100	156	944
China Eastern Airlines	–	51,500	2,191	49,309
China Southern Airlines	–	29,400	2,035	27,365
China Tourism Group Duty Free Corp	–	9,300	9,300	–
Chongqing Sokon	–	5,802	1,200	4,602
Ecovacs Robotics	–	1,700	197	1,503
Fuyao Group Glass Industry	–	9,800	967	8,833
Goneo Group	–	900	–	900
Great Wall Motor	–	8,300	790	7,510
Guangzhou Automobile Group	–	14,600	873	13,727
Haier Smart Home	–	30,300	2,740	27,560
Hainan Airlines	–	148,500	–	148,500
Huayu Automotive Systems	–	9,700	671	9,029
Ningbo Tuopu Group	–	2,900	173	2,727
Oppein Home Group	–	1,200	72	1,128
SAIC Motor	–	21,100	2,885	18,215
Shanghai International Airport	–	7,700	835	6,865
Shanghai Jinjiang International	–	2,900	173	2,727
Shanghai M&G Stationery	–	2,900	174	2,726
Spring Airlines	–	3,500	900	2,600
<b>Consumer Staples</b>				
Chongqing Brewery	–	1,600	286	1,314
Eastroc Beverage Group	–	1,100	132	968
Foshan Haitian Flavouring & Food	–	14,780	2,950	11,830
Inner Mongolia Yili Industrial Group	–	40,900	4,180	36,720
Jiangsu King' s Luck Brewery Joint	–	5,300	414	4,886
Kweichow Moutai	–	4,200	568	3,632
Shanxi Xinghuacun Fen Wine	–	3,300	293	3,007
Sichuan Swellfun	–	1,400	1,400	–
Tsingtao Brewery	–	2,100	323	1,777
<b>Energy</b>				
China Oilfield Services	–	3,800	227	3,573

# Statement of Movements in Portfolio Holdings (Unaudited) (continued)

for the year/period ended 31 December 2023

Investments	Hang Seng Stock Connect China A Low Carbon Index ETF			
	Holdings as at 28 March 2023 (date of commencement)	Additions	Disposals	Holdings as at 31 December 2023
<b>Financials</b>				
Agricultural Bank of China	–	296,700	40,345	256,355
Bank of Beijing	–	141,700	16,441	125,259
Bank of Chengdu	–	27,900	1,872	26,028
Bank of China	–	166,800	14,332	152,468
Bank of Communications	–	215,000	32,081	182,919
Bank of Hangzhou	–	26,400	1,716	24,684
Bank of Jiangsu	–	120,900	10,730	110,170
Bank of Nanjing	–	75,500	7,568	67,932
Bank of Shanghai	–	82,600	8,274	74,326
China CITIC Bank Corp	–	26,600	1,964	24,636
China Construction Bank	–	55,800	5,730	50,070
China Everbright Bank	–	236,600	31,528	205,072
China Galaxy Securities	–	15,300	1,346	13,954
China International Capital Corporation Limited	–	6,600	378	6,222
China Life Insurance	–	13,700	1,377	12,323
China Merchants Bank	–	93,600	9,441	84,159
China Merchants Securities	–	30,100	2,110	27,990
China Minsheng Banking	–	279,900	70,680	209,220
China Pacific Insurance Group	–	31,800	4,552	27,248
China Zheshang Bank	–	163,490	24,326	139,164
CITIC Securities	–	76,800	10,008	66,792
CSC Financial	–	17,000	1,620	15,380
Everbright Securities	–	15,800	1,127	14,673
Founder Securities	–	29,200	1,000	28,200
Guotai Junan Securities	–	34,500	2,395	32,105
Haitong Securities	–	77,100	6,156	70,944
Huatai Securities	–	49,100	5,401	43,699
Huaxia Bank	–	49,400	5,037	44,363
Industrial and Commercial Bank of China	–	342,800	47,441	295,359
Industrial Bank	–	125,100	14,060	111,040
Industrial Securities	–	56,900	3,953	52,947
New China Life Insurance	–	8,900	1,824	7,076
Orient Securities	–	42,300	2,923	39,377
PICC Holding	–	37,600	2,544	35,056
Ping An Insurance	–	69,900	8,019	61,881
Postal Savings Bank of China	–	134,500	32,888	101,612
Shanghai Pudong Development Bank	–	150,100	19,091	131,009
Shanghai Rural Commercial Bank	–	43,200	4,297	38,903
Zheshang Securities	–	15,700	1,126	14,574
Zhongtai Securities	–	23,800	1,554	22,246

# Statement of Movements in Portfolio Holdings (Unaudited) (continued)

for the year/period ended 31 December 2023

Investments	Hang Seng Stock Connect China A Low Carbon Index ETF			
	Holdings as at 28 March 2023 (date of commencement)	Additions	Disposals	Holdings as at 31 December 2023
<b>Healthcare</b>				
Beijing Tongrentang	–	4,900	486	4,414
Beijing Wantai Biological	–	3,780	1,259	2,521
Bloomage Biotechnology Corporation	–	1,459	145	1,314
Guangzhou Baiyunshan Pharmaceutical Holding	–	5,400	385	5,015
Guangzhou Kingmed Diagnostics Group	–	2,100	2,100	–
Jiangsu Hengrui Medicine	–	28,400	2,922	25,478
Shanghai Fosun Pharmaceutical Group	–	8,300	794	7,506
Shanghai Junshi Biosciences	–	3,538	279	3,259
Topchoice Medical Corporation	–	1,600	191	1,409
WuXi AppTec	–	14,900	1,655	13,245
Zhangzhou Pientzhuang Pharmaceutical	–	2,300	228	2,072
<b>Industrials</b>				
AECC Aviation Power	–	9,000	930	8,070
AVIC Shenyang Heibao	–	7,800	1,834	5,966
Beijing-Shanghai High	–	171,100	4,400	166,700
China CSSC Holdings	–	16,100	957	15,143
China Energy Engineering Corp	–	85,700	85,700	–
COSCO Shipping Holdings	–	37,000	2,564	34,436
CRRC Corp	–	73,900	6,659	67,241
Daqin Railway	–	45,900	10,573	35,327
Dongfang Electric	–	10,300	3,400	6,900
Flat Glass Group	–	4,400	231	4,169
Hangzhou First Applied Material	–	6,320	670	5,650
Hoyuan Green Energy	–	2,096	325	1,771
Jiangsu Hengli Hydraulic	–	3,100	188	2,912
Jiangsu Zhongtian Technology	–	20,800	1,425	19,375
Jinko Solar	–	12,539	–	12,539
Longi Green Energy Technology	–	42,400	3,868	38,532
Ming Yang Smart Energy Group	–	14,000	1,400	12,600
NARI Technology Development	–	28,000	2,605	25,395
Ningbo Deye Technology	–	1,080	141	939
Ningbo Port	–	31,200	1,722	29,478
Ningbo Ronbay New Energy Technology	–	1,974	1,974	–
Ningbo Shanshan	–	9,100	634	8,466
Sany Heavy Industry	–	42,700	4,467	38,233
Shanghai Electric Group	–	33,300	3,459	29,841
Shanghai International Port	–	23,600	1,594	22,006
Shanghai Putailai New Energy Technology	–	8,590	3,015	5,575
Shengyi Technology	–	7,800	7,800	–
TBEA	–	30,360	3,449	26,911
Tongwei	–	17,400	1,409	15,991
Trina Solar	–	9,950	551	9,399
YTO Express Group	–	16,300	1,159	15,141
Zhejiang Chint Electrics	–	7,800	462	7,338
Zhuzhou CRRC Times Electric	–	2,236	184	2,052

# Statement of Movements in Portfolio Holdings (Unaudited) (continued)

for the year/period ended 31 December 2023

Investments	Hang Seng Stock Connect China A Low Carbon Index ETF			
	Holdings as at 28 March 2023 (date of commencement)	Additions	Disposals	Holdings as at 31 December 2023
<b>Information Technology</b>				
360 Security Technology	–	24,700	4,254	20,446
3Peak	–	535	535	–
Advanced Micro-Fabrication	–	2,950	281	2,669
Beijing Kingsoft Office Software	–	1,444	98	1,346
China Railway Signal & Communication Corporation	–	15,983	1,634	14,349
China Resources Microelectronics	–	3,064	202	2,862
Dawning Information Industry	–	9,900	966	8,934
Foxconn Industrial Internet	–	31,100	2,602	28,498
Gigadevice Semiconductor	–	4,400	451	3,949
Hangzhou Lion Electronics	–	3,300	3,300	–
Hangzhou Silan Microelectronics	–	6,100	459	5,641
Hundsun Technologies	–	10,900	1,130	9,770
JCET Group	–	10,600	723	9,877
Montage Technology	–	7,439	343	7,096
National Silicon Industry	–	11,848	2,823	9,025
Sanan Optoelectronics	–	24,500	3,700	20,800
Semiconductor Manufacturing	–	12,283	1,194	11,089
Shanghai Baosight Software	–	5,000	484	4,516
Shenzhen Transsion Holding	–	2,530	172	2,358
StarPower Semiconductor	–	500	30	470
Will Semiconductor	–	7,400	706	6,694
Wingtech Technology	–	6,700	474	6,226
Yonyou Network Technology	–	18,600	4,398	14,202
<b>Materials</b>				
Baoshan Iron and Steel	–	49,900	5,047	44,853
China Jushi	–	15,900	1,135	14,765
China National Chemical	–	24,100	1,438	22,662
CMOC Group	–	54,700	10,566	44,134
Hoshine Silicon Industry	–	1,900	116	1,784
Jiangxi Copper	–	5,400	5,400	–
Ningxia Baofeng Energy Group	–	13,900	1,013	12,887
Shandong Gold Mining	–	10,700	1,128	9,572
Shandong Hualu Hengsheng Group	–	9,700	669	9,031
Shandong Nanshan Aluminum	–	39,300	2,718	36,582
SKSHU Paint	–	1,560	474	1,086
Tongkun Group	–	11,000	11,000	–
Wanhua Chemical	–	11,400	1,439	9,961
Xinjiang Daqo New Energy	–	3,315	303	3,012
Zhejiang Huayou Cobalt	–	8,900	881	8,019
Zijin Mining	–	100,800	8,043	92,757

# Statement of Movements in Portfolio Holdings (Unaudited) (continued)

for the year/period ended 31 December 2023

Investments	Hang Seng Stock Connect China A Low Carbon Index ETF			
	Holdings as at 28 March 2023 (date of commencement)	Additions	Disposals	Holdings as at 31 December 2023
<b>Properties &amp; Construction</b>				
Anhui Conch Cement	–	13,500	1,273	12,227
China Communications Construction	–	16,100	1,046	15,054
China Railway	–	61,700	5,433	56,267
China Railway Construction	–	31,200	2,232	28,968
China State Construction Engineering	–	127,900	127,900	–
Gemdale Corp	–	41,000	10,099	30,901
Poly Developments and Holdings Group	–	71,700	7,523	64,177
Seazen Holdings	–	6,500	1,047	5,453
Sichuan Road and Bridge Group	–	16,120	5,560	10,560
<b>Telecommunications</b>				
China Mobile	–	5,100	494	4,606
China Satellite Communicat	–	4,000	–	4,000
China Telecom	–	105,200	12,361	92,839
China United Network Communications	–	119,200	33,797	85,403
<b>Utilities</b>				
China National Nuclear Power	–	57,900	5,902	51,998
China Three Gorges	–	94,100	8,680	85,420
China Yangtze Power	–	70,100	12,379	57,721
ENN Natural Gas	–	6,000	6,000	–
Huaneng Lancang River Hydropower	–	11,800	1,198	10,602
Sichuan Chuantou Energy	–	8,400	893	7,507
<b>Shenzhen Stock Exchange Listed Equities</b>				
<b>Consumer Discretionary</b>				
BYD	–	6,700	751	5,949
Chongqing Changan Automobile	–	31,800	3,252	28,548
Faw Car	–	6,400	6,400	–
Focus Media Information Technology	–	86,700	7,692	79,008
Gree Electric Appliances	–	36,400	4,991	31,409
Huali Industrial Group	–	1,200	168	1,032
Huizhou Desay Sv Automotive	–	1,300	78	1,222
Mango Excellent Media	–	6,000	452	5,548
TCL Technology Group Corporation	–	112,610	6,725	105,885
Zhejiang Supor Cookware	–	1,300	79	1,221

# Statement of Movements in Portfolio Holdings (Unaudited) (continued)

for the year/period ended 31 December 2023

Investments	Hang Seng Stock Connect China A Low Carbon Index ETF			
	Holdings as at 28 March 2023 (date of commencement)	Additions	Disposals	Holdings as at 31 December 2023
<b>Consumer Staples</b>				
Anhui Gujing Distillery	–	900	56	844
Guangdong Haid Group	–	6,200	1,027	5,173
Guangdong Wens Foodstuffs	–	38,700	4,388	34,312
Henan Shuanghui Investment and Development	–	6,900	707	6,193
Jiangsu Yanghe Brewery	–	4,000	336	3,664
Jiugui Liquor	–	1,700	101	1,599
Luzhou Laojiao	–	5,300	604	4,696
Muyuan Foodstuff	–	22,000	2,078	19,922
New Hope Liuhe	–	15,200	1,096	14,104
Wuliangye Yibin	–	13,300	1,372	11,928
Yihai Kerry Arawana Holdings	–	5,400	418	4,982
Yunnan Botanee Bio-Technology Group	–	1,100	55	1,045
<b>Energy</b>				
Jiangsu Wujiang China East	–	17,100	1,497	15,603
Shanxi Meijin Energy	–	17,800	1,659	16,141
<b>Financials</b>				
Bank of Ningbo	–	40,700	4,283	36,417
East Money Information	–	108,800	10,877	97,923
GF Securities	–	26,200	1,655	24,545
Guosen Securities	–	30,300	2,176	28,124
Hithink RoyalFlush Information Network	–	2,200	505	1,695
Ping An Bank	–	79,900	7,150	72,750
Shenwan Hongyuan Group	–	93,500	15,920	77,580
<b>Healthcare</b>				
Aier Eye Hospital Group	–	36,451	2,671	33,780
Asymchem Laboratories	–	1,600	186	1,414
Changchun High & New Technology Industry Group	–	2,300	327	1,973
Chongqing Zhifei Biological Products	–	10,150	1,447	8,703
Hangzhou Tigermed Consulting	–	5,000	398	4,602
Huadong Medicine	–	6,200	652	5,548
Hualan Biological Engineering	–	6,800	702	6,098
Imeik Technology Development	–	700	44	656
Kangtai Biological	–	4,000	4,000	–
Lepu Medical Technology	–	8,300	792	7,508
Ovctek China	–	3,300	3,300	–
Pharmaron Beijing	–	5,850	452	5,398
Shanghai Raas Blood Products	–	34,400	3,528	30,872
Shenzhen Mindray Bio-Medical Electronics	–	4,800	568	4,232
Walvax Biotechnology	–	10,900	1,144	9,756
Yunnan Baiyao Group	–	5,800	408	5,392
Zhejiang Nhu	–	10,400	1,014	9,386

# Statement of Movements in Portfolio Holdings (Unaudited) (continued)

for the year/period ended 31 December 2023

Investments	Hang Seng Stock Connect China A Low Carbon Index ETF			
	Holdings as at 28 March 2023 (date of commencement)	Additions	Disposals	Holdings as at 31 December 2023
<b>Industrials</b>				
Avary Holding	–	4,600	274	4,326
AVIC Jonhon Optron Technology	–	7,150	720	6,430
Avic XiAn Aircraft Industry Group	–	10,400	1,939	8,461
Boe Technology Group	–	219,000	25,663	193,337
Chaozhou Three-Circle Group	–	8,200	486	7,714
China Merchants Expressway Network and Technology	–	13,000	774	12,226
China Zhenhua Group Science	–	2,500	247	2,253
CNGR Advanced Material	–	2,100	101	1,999
Contemporary Amperex Technology	–	19,100	1,717	17,383
Eve Energy	–	9,200	933	8,267
Ginlong Technologies	–	1,400	78	1,322
Goertek	–	17,300	2,621	14,679
Gotion High-Tech	–	7,600	524	7,076
Guangzhou Tinci Materials	–	8,300	887	7,413
JA Solar Technology	–	11,840	701	11,139
Lead Intelligent	–	7,000	415	6,585
Lens Technology	–	17,100	1,181	15,919
Lingyi Itech Guangdong	–	19,000	2,019	16,981
Luxshare Precision Industry	–	31,800	3,156	28,644
S.F. Holding	–	15,100	1,672	13,428
Shennan Circuits	–	1,300	80	1,220
Shenzhen Dynanonic	–	1,540	226	1,314
Shenzhen Inovance Technology	–	12,900	1,251	11,649
Sungrow Power Supply	–	8,200	675	7,525
Sunwoda Electronic	–	9,300	948	8,352
Suzhou Maxwell Technologies	–	1,220	188	1,032
SYGF	–	2,400	140	2,260
TCL Zhonghuan Renewable Energy Technology	–	20,650	2,076	18,574
Weichai Power	–	35,800	3,208	32,592
Wuhan Guide Infrared	–	14,530	4,061	10,469
XCMG Construction Machinery	–	63,400	3,180	60,220
Xinjiang Goldwind Science & Technology	–	18,200	1,971	16,229
Yunda Holding	–	8,900	623	8,277
Zhejiang Sanhua	–	13,200	774	12,426
Zoomlion Heavy Industry Science and Technology	–	54,200	15,784	38,416

# Statement of Movements in Portfolio Holdings (Unaudited) (continued)

for the year/period ended 31 December 2023

Investments	Hang Seng Stock Connect China A Low Carbon Index ETF			
	Holdings as at 28 March 2023 (date of commencement)	Additions	Disposals	Holdings as at 31 December 2023
<b>Information Technology</b>				
37 Interactive Entertainment Network Technology Group	–	15,100	1,516	13,584
Empyrean Technology	–	1,600	400	1,200
iFLYTEK	–	15,700	1,685	14,015
Ingenic Semiconductor	–	2,000	114	1,886
Inspur Electronic Information Industry	–	11,600	3,368	8,232
Maxscend Microelectronics	–	2,600	146	2,454
NAURA Technology Group	–	2,100	126	1,974
Ninestar Corp	–	6,100	339	5,761
Sangfor Technologies	–	2,200	222	1,978
SG Micro Corp	–	2,080	220	1,860
Thunder Software Technologies	–	2,400	136	2,264
Tsinghua Unisplendour	–	11,400	1,075	10,325
Unigroup Guoxin	–	4,300	355	3,945
Yealink Network	–	6,180	1,384	4,796
Zhejiang Century Huatong	–	40,000	40,000	–
Zhejiang Dahua Technology	–	14,600	1,529	13,071
Zhejiang Jingsheng Mechanical & Electrical	–	4,900	289	4,611
ZTE Corporation	–	22,000	2,077	19,923
<b>Materials</b>				
CITIC Pacific Special Steel Group	–	6,200	568	5,632
Ganfeng Lithium Group	–	7,300	728	6,572
Huafon Chemical	–	11,500	11,500	–
LB Group	–	10,600	2,199	8,401
Levima Advanced Materials	–	2,100	125	1,975
Qinghai Salt Lake Industry	–	24,600	1,860	22,740
Rongsheng Petro Chemical	–	21,600	1,565	20,035
Satellite Chemical	–	14,100	4,038	10,062
Tianqi Lithium Industry	–	7,200	526	6,674
Yunnan Energy New Material	–	3,900	417	3,483
Zangge Mining	–	6,800	407	6,393
<b>Properties &amp; Construction</b>				
Beijing New Building Materials	–	6,500	589	5,911
China Merchants Shekou Industrial Zone Holdings	–	24,500	4,440	20,060
China Vanke	–	53,300	4,530	48,770
Shenzhen Overseas Chinese	–	35,000	7,271	27,729
Xinjiang Tianshan Cement	–	13,100	631	12,469
<b>Utilities</b>				
CGN Power	–	53,600	4,204	49,396
China Longyuan Power Group	–	900	900	–
<b>Unlisted Rights</b>				
China Zheshang Bank Co. Ltd Rights (June 2023)	–	27,990	27,990	–

# Statement of Assets and Liabilities

as at 31 December 2023

	Notes	Hang Seng China A Industry Top Index ETF		Hang Seng Harvest CSI 300 Index ETF		Hang Seng Stock Connect China A Low Carbon Index ETF*
		31-12-2023 (RMB)	31-12-2022 (RMB)	31-12-2023 (RMB)	31-12-2022 (RMB)	31-12-2023 (RMB)
<b>Assets</b>						
Financial assets at fair value through profit or loss	5, 6, 10(g), 16	144,397,186	129,240,138	47,874,168	53,172,601	102,908,506
Other accounts receivable	10(a)&(f)	–	139	300,962	369,922	75,900
Cash and cash equivalents	10(f)	417,758	662,057	128,985	58,375	–
<b>Total Assets</b>		144,814,944	129,902,334	48,304,115	53,600,898	102,984,406
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	5, 6, 10(g), 16	–	–	–	–	454
Bank overdrafts	10(h)	–	–	–	–	534,235
Accrued expenses and other payables	10(a),(b), (d)&(e)	240,027	236,433	289,864	200,047	234,601
<b>Total Liabilities (excluding net assets attributable to unitholders)</b>		240,027	236,433	289,864	200,047	769,290
<b>Net assets attributable to unitholders</b>		144,574,917	129,665,901	48,014,251	53,400,851	102,215,116
Representing:						
<b>Financial liability – Net assets attributable to unitholders</b>		–	–	–	–	102,215,116
<b>Total Equity</b>		144,574,917	129,665,901	48,014,251	53,400,851	–
<b>Total number of units in issue</b>	11					
Listed Class		3,340,051	2,820,666	2,700,000	2,700,000	4,800,000
Unlisted Class – Class A (RMB) – Accumulation Units		–	–	–	–	498
Unlisted Class – Class A (HKD hedged) – Accumulation Units		–	–	–	–	34,133

\* The date of commencement for Hang Seng Stock Connect China A Low Carbon Index ETF was 28 March 2023.

# Statement of Assets and Liabilities (continued)

as at 31 December 2023

	Notes	Hang Seng China A Industry Top Index ETF		Hang Seng Harvest CSI 300 Index ETF		Hang Seng Stock Connect China A Low Carbon Index ETF*
		31-12-2023 (RMB)	31-12-2022 (RMB)	31-12-2023 (RMB)	31-12-2022 (RMB)	31-12-2023 (RMB)
<b>Net asset value per unit</b>	11					
Listed Class		43.2852	45.9700	17.7831	19.7781	21.2379
Unlisted Class – Class A (RMB) – Accumulation Units		–	–	–	–	8.53
Unlisted Class – Class A (HKD hedged) – Accumulation Units		–	–	–	–	7.88

The notes on page 49 to page 77 form part of the financial statements.

Approved and authorised for issue by the Trustee and the Manager on 29 April 2024.

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

} For and on behalf of  
 } Manager  
 } Hang Seng Investment Management Limited

\* The date of commencement for Hang Seng Stock Connect China A Low Carbon Index ETF was 28 March 2023.

# Statement of Comprehensive Income

for the year/period ended 31 December 2023

	Notes	Hang Seng China A Industry Top Index ETF		Hang Seng Harvest CSI 300 Index ETF		Hang Seng Stock Connect China A Low Carbon Index ETF
		Year ended 31 December 2023 (RMB)	Year ended 31 December 2022 (RMB)	Year ended 31 December 2023 (RMB)	Year ended 31 December 2022 (RMB)	Period from 28 March 2023 (date of commencement) to 31 December 2023 (RMB)
<b>Income</b>						
Dividend income	7	4,570,938	4,645,321	–	–	2,974,075
Interest income	8, 10(f)	1,795	1,502	1,431	1,492	361
Manager's reimbursement	10(a)	–	–	492,997	545,355	735,492
Other income		–	–	–	28,901	98,682
		4,572,733	4,646,823	494,428	575,748	3,808,610
<b>Expenses</b>						
Auditor's remuneration		(49,619)	(55,941)	(97,893)	(120,129)	(74,083)
Legal and professional fees		(1,000)	(5,058)	(331)	(2,249)	(415)
Management fees	10(a)	(807,377)	(742,110)	–	–	(162,660)
Formation cost		–	–	–	–	(1,514,339)
Registrar's fees	10(b)	–	–	(14,825)	(14,001)	(12,929)
Safe custody and bank charges	10(d)	(36,344)	(29,041)	(453)	(1,541)	(16,232)
	10(b),(d)					
Sundry expenses	&(e)	(419,260)	(432,154)	(284,803)	(312,756)	(327,870)
Investment transaction costs	10(c)	(101,568)	(155,408)	–	(767)	–
Transaction fees paid to trustee	10(b)	–	–	–	(180)	(990)
Trustee's fees	10(b)	(117,437)	(107,943)	(94,500)	(94,500)	(165,547)
Valuation fees	10(b)	–	–	(81,200)	(82,250)	–
		(1,532,605)	(1,527,655)	(574,005)	(628,373)	(2,275,065)
<b>Income/(loss) before losses on investments</b>		3,040,128	3,119,168	(79,577)	(52,625)	1,533,545
<b>Losses on investments</b>						
Net loss on investments	9	(10,871,378)	(30,915,903)	(5,298,433)	(14,085,611)	(18,142,190)
Net foreign exchange losses		(10,176)	(20,059)	(8,582)	(6,303)	(275)
Securities expenses	10(d)	(257,544)	(262,691)	–	–	–
		(11,139,098)	(31,198,653)	(5,307,015)	(14,091,914)	(18,142,465)
<b>Loss before finance costs</b>		(8,098,970)	(28,079,485)	(5,386,592)	(14,144,539)	(16,608,920)
<b>Finance costs</b>						
Interest expenses	10(h)	(76)	–	(2)	(78)	(12,190)
Distributions to unitholders	10(i), 15	–	–	–	–	(1,920,000)
<b>Loss before taxation</b>		(8,099,046)	(28,079,485)	(5,386,594)	(14,144,617)	(18,541,110)
Taxation	4, 7, 8	(458,608)	(465,018)	(6)	(6)	(296,800)
<b>Loss attributable to unitholders and total comprehensive income for the year/period</b>		(8,557,654)	(28,544,503)	(5,386,600)	(14,144,623)	(18,837,910)

The notes on page 49 to page 77 form part of the financial statements.

# Statement of Changes in Equity/Statement of Changes in Net Assets Attributable to Unitholders

for the year/period ended 31 December 2023

	Notes	Hang Seng China A Industry Top Index ETF		Hang Seng Harvest CSI 300 Index ETF		Hang Seng Stock Connect China A Low Carbon Index ETF
		Year ended 31 December 2023 (RMB)	Year ended 31 December 2022 (RMB)	Year ended 31 December 2023 (RMB)	Year ended 31 December 2022 (RMB)	Period from 28 March 2023 (date of commencement) to 31 December 2023 (RMB)
<b>Balance at beginning of year/period</b>		129,665,901	158,632,876	53,400,851	74,089,104	–
<b>Loss attributable to unitholders and total comprehensive income for the year/period</b>		(8,557,654)	(28,544,503)	(5,386,600)	(14,144,623)	(18,837,910)
<b>Transactions with owners, recorded directly in equity/Transactions with unitholders</b>						
Received and receivable on issue of units	10(j)	59,273,932	30,869,040	–	–	128,115,794
Paid and payable on redemption of units	10(j)	(33,631,483)	(29,437,080)	–	(6,543,630)	(7,062,768)
Distributions to unitholders	10(i), 15	(2,175,779)	(1,854,432)	–	–	–
<b>Total transactions with owners/unitholders</b>		23,466,670	(422,472)	–	(6,543,630)	121,053,026
<b>Balance at year/period end</b>		144,574,917	129,665,901	48,014,251	53,400,851	102,215,116

# Statement of Changes in Equity/Statement of Changes in Net Assets Attributable to Unitholders (continued)

for the year/period ended 31 December 2023

	Notes	Hang Seng China A Industry Top Index ETF		Hang Seng Harvest CSI 300 Index ETF		Hang Seng Stock Connect China A Low Carbon Index ETF
		Year ended 31 December 2023	Year ended 31 December 2022	Year ended 31 December 2023	Year ended 31 December 2022	Period from 28 March 2023 (date of commencement) to 31 December 2023
<b>Movement of units in issue is listed below:</b>						
<b>Listed class:</b>						
Number of units brought forward		2,820,666	2,788,285	2,700,000	3,000,000	-
Number of units issued during the year/period		1,220,876	631,381	-	-	5,100,000
Number of units redeemed during the year/period		(701,491)	(599,000)	-	(300,000)	(300,000)
Number of units carried forward	11	3,340,051	2,820,666	2,700,000	2,700,000	4,800,000
<b>Unlisted Class:</b>						
<b>Class A (RMB) – Accumulation Units</b>						
Number of units brought forward		-	-	-	-	-
Number of units issued during the year/period		-	-	-	-	1,493
Number of units redeemed during the year/period		-	-	-	-	(995)
Number of units carried forward	11	-	-	-	-	498
<b>Class A (HKD hedged) – Accumulation Units</b>						
Number of units brought forward		-	-	-	-	-
Number of units issued during the year/period		-	-	-	-	34,133
Number of units redeemed during the year/period		-	-	-	-	-
Number of units carried forward	11	-	-	-	-	34,133

The notes on page 49 to page 77 form part of the financial statements.

# Statement of Cash Flow

for the year/period ended 31 December 2023

	Hang Seng China A Industry Top Index ETF		Hang Seng Harvest CSI 300 Index ETF		Hang Seng Stock Connect China A Low Carbon Index ETF
	Year ended 31 December 2023 (RMB)	Year ended 31 December 2022 (RMB)	Year ended 31 December 2023 (RMB)	Year ended 31 December 2022 (RMB)	Period from 28 March 2023 (date of commencement) to 31 December 2023 (RMB)
<b>Operating activities</b>					
Payment for legal and professional fees	(1,000)	(5,058)	(331)	(2,249)	(415)
Payment for auditor's remuneration	(52,472)	(43,673)	(68,763)	(64,303)	(1,200)
Payment for management fees	(802,228)	(753,567)	–	–	(147,007)
Payment for fees paid to Trustee	(149,882)	(152,578)	(235,295)	(233,555)	(176,973)
Payment for investment transaction costs	(101,568)	(155,408)	–	(767)	–
Payment for formation cost	–	–	–	(28,901)	(1,514,339)
Payment for safe custody and bank charges	(35,231)	(30,808)	(453)	(1,924)	(14,588)
Other income received	–	–	561,935	444,120	758,274
Payment for other operating expenses	(389,626)	(471,005)	(187,928)	(321,740)	(186,217)
<b>Net cash (used in)/generated from operating activities</b>	<b>(1,532,007)</b>	<b>(1,612,097)</b>	<b>69,165</b>	<b>(209,319)</b>	<b>(1,282,465)</b>
<b>Investing activities</b>					
Payment for securities expenses	(264,724)	(257,671)	–	–	–
Distribution income received	4,112,349	4,180,341	–	–	2,677,275
Interest received	1,915	1,325	1,447	1,464	361
Proceeds from sale of investments	42,668,344	67,846,976	–	6,711,697	17,465,095
Payments for purchase of investments	(68,696,770)	(69,835,630)	–	–	(138,531,798)
Proceeds from settlement of forward contracts	–	–	–	–	30,054
Payments for settlement of forward contracts	–	–	–	–	(13,593)
<b>Net cash (used in)/generated from investing activities</b>	<b>(22,178,886)</b>	<b>1,935,341</b>	<b>1,447</b>	<b>6,713,161</b>	<b>(118,372,606)</b>
<b>Financing activities</b>					
Payment for interest expenses	(76)	–	(2)	(78)	(12,190)
Proceeds on issue of units	59,273,932	30,869,040	–	–	128,115,794
Payments on redemption of units	(33,631,483)	(29,437,080)	–	(6,543,630)	(7,062,768)
Distributions paid to unitholders	(2,175,779)	(1,854,432)	–	–	(1,920,000)
<b>Net cash generated from/(used in) financing activities</b>	<b>23,466,594</b>	<b>(422,472)</b>	<b>(2)</b>	<b>(6,543,708)</b>	<b>119,120,836</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(244,299)</b>	<b>(99,228)</b>	<b>70,610</b>	<b>(39,866)</b>	<b>(534,235)</b>
<b>Cash and cash equivalents at the beginning of the year/period</b>	<b>662,057</b>	<b>761,285</b>	<b>58,375</b>	<b>98,241</b>	<b>–</b>
<b>Cash and cash equivalents at the end of the year/period</b>	<b>417,758</b>	<b>662,057</b>	<b>128,985</b>	<b>58,375</b>	<b>(534,235)</b>
Cash at bank	417,758	662,057	128,985	58,375	–
Bank overdrafts	–	–	–	–	(534,235)
<b>Cash and cash equivalents in the cash flow statement</b>	<b>417,758</b>	<b>662,057</b>	<b>128,985</b>	<b>58,375</b>	<b>(534,235)</b>

The notes on page 49 to page 77 form part of the financial statements.

# Notes to the Financial Statements

## 1. Background

Hang Seng China A Industry Top Index ETF, Hang Seng Harvest CSI 300 Index ETF and Hang Seng Stock Connect China A Low Carbon Index ETF ( “the Funds” ) are authorised by the Securities and Futures Commission in Hong Kong ( “SFC” ) under Section 104 of the Hong Kong Securities and Futures Ordinance, and is governed by the Hong Kong Code on Unit Trust and Mutual Funds ( “the SFC Code” ).

Hang Seng China A Industry Top Index ETF, Hang Seng Harvest CSI 300 Index ETF and Hang Seng Stock Connect China A Low Carbon Index ETF ( “the Funds” ), are sub-funds created under Hang Seng Investment Index Funds Series IV (the “Trust” ) which is an umbrella unit trust established under the law of Hong Kong by its Trust Deed dated 29 October 2013, as amended from time to time. Hang Seng China A Industry Top Index ETF was registered on 20 November 2013 under the laws of Hong Kong, Hang Seng Harvest CSI 300 Index ETF was registered on 22 October 2020 under the laws of Hong Kong and Hang Seng Stock Connect China A Low Carbon Index ETF was registered on 28 March 2023 under the laws of Hong Kong.

The investment objective of the Fund is to provide investment results that, before fees and expenses, closely correspond to the performance of Hang Seng China A Industry Top Index, CSI 300 Index and Hang Seng Stock Connect China A Low Carbon Select Index ( “the Indexes” ).

As at 31 December 2023, 51% (2022: 41%) of the redeemable units of Hang Seng China A Industry Top Index ETF were held by Hang Seng China A Industry Top Index Fund. Hang Seng China A Industry Top Index Fund remains to be the major unitholder of Hang Seng China A Industry Top Index ETF.

## 2. Material accounting policies

### (a) Statement of compliance

The financial statements of the Funds have been prepared in accordance with all applicable Hong Kong Financial Reporting Standards ( “HKFRSs” ), which collective term includes all applicable individual Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards ( “HKASs” ) and Interpretations issued by the Hong Kong Institute of Certified Public Accountants ( “HKICPA” ), accounting principles generally accepted in Hong Kong, the relevant provisions of the Trust Deed, as amended, and the relevant disclosure provisions of the SFC Code issued by the SFC. A summary of the material accounting policies adopted by the Funds is set out below.

The HKICPA has issued certain new and revised HKFRSs that are first effective or available for early adoption for the current accounting period of the Funds. Note 3 provides information on any changes in accounting policies resulting from initial application of these developments to the extent that they are relevant to the Funds for the current and prior accounting periods reflected in these financial statements.

# Notes to the Financial Statements (continued)

## 2. Material accounting policies (continued)

### (b) Basis of preparation of the financial statements

The functional and presentation currency of the financial statements is Renminbi, which is the reporting currency of the units in issue of the Funds. All figures are rounded to the nearest dollar.

The measurement basis used in the preparation of the financial statements is the historical cost basis except that investments and derivatives are stated at their fair value as explained in the accounting policies set out below.

The preparation of financial statements in conformity with HKFRSs requires the Manager and the Trustee to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The areas involving a higher degree of judgement relate to the determination of fair value of suspended equities with significant unobservable inputs and are disclosed in note 16.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

### (c) Income and expenses

Interest income and expenses are recognised as they accrue under the effective interest method using the rate that exactly discounts estimated future cash receipts or payments through the expected life of the financial asset or financial liability to the gross carrying amount of the financial asset or financial liability. Dividend income is recognised when the underlying securities are quoted ex-dividend. Dividend income and interest income presented gross of any non-recoverable withholding taxes, which are disclosed separately in profit or loss. All other income and expenses are accounted for on an accruals basis.

### (d) Taxation

Taxation for the year comprises current tax which is recognised in profit or loss.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the date of statement of assets and liabilities. Current tax includes non-recoverable withholding taxes on investment income.

### (e) Translation of foreign currency

Foreign currency transactions during the year are translated into Renminbi at the foreign exchange rates ruling at the transaction dates. Monetary assets and liabilities denominated in foreign currencies are translated into Renminbi at the foreign exchange rates ruling at the date of statement of assets and liabilities. Exchange gains and losses are recognised in profit or loss. Exchange differences relating to investments at fair value through profit or loss are included in gains/losses on investments.

# Notes to the Financial Statements (continued)

## 2. Material accounting policies (continued)

### (f) Financial instruments

#### (i) Classification

On initial recognition, the Funds classify financial assets as measured at amortised cost or fair value through profit or loss ( "FVTPL" ).

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest ( "SPPI" ).

All other financial assets of the Funds are measured at FVTPL.

#### *Business model assessment*

In making an assessment of the objective of the business model in which a financial asset is held, the Funds consider all of the relevant information about how the business is managed, including:

- the investment strategy in the offering document of the Funds and the execution of this strategy in practice. This includes whether the investment strategy focuses on earning contractual interest income, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of any related liabilities or expected cash outflows or realising cash flows through the sale of the assets;
- how the performance of the portfolio is evaluated and reported to the Funds' management;
- the risks that affect the performance of the business model (and the financial assets held within that business model) and how those risks are managed;
- how the compensation to investment manager is determined: e.g. whether compensation is based on the fair value of the assets managed or the contractual cash flows collected; and
- the frequency, volume and timing of sales of financial assets in prior periods, the reasons for such sales and expectations about future sales activity.

Transfers of financial assets to third parties in transactions that do not qualify for derecognition are not considered sales for this purpose, consistent with the Funds' continuing recognition of the assets.

The Funds have determined that they have two business models.

- Held-to-collect business model: this includes other accounts receivable and cash and cash equivalents. These financial assets are held to collect contractual cash flows.
- Other business model: this includes equity instruments and derivatives. These financial assets are managed and their performance is evaluated, on a fair value basis, with frequent sales taking place.

# Notes to the Financial Statements (continued)

## 2. Material accounting policies (continued)

### (f) Financial instruments (continued)

#### (i) Classification (continued)

##### *Assessment whether contractual cash flows are SPPI*

For the purposes of this assessment, “principal” is defined as the fair value of the financial asset on initial recognition. “Interest” is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are SPPI, the Funds consider the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making this assessment, the Funds consider:

- contingent events that would change the amount or timing of cash flows;
- leverage features;
- prepayment and extension features;
- terms that limit the Funds’ claim to cash flows from specified assets (e.g. non-recourse features); and
- features that modify consideration for the time value of money (e.g. periodical reset of interest rates).

The Funds classify their investments based on the business model and contractual cash flows assessment. Accordingly, the Funds classify all their equity instruments and derivatives into financial assets at FVTPL category. Financial assets measured at amortised cost include other accounts receivable and cash and cash equivalents. Financial liabilities that are not at fair value through profit or loss include bank overdrafts and accrued expenses and other payables.

All derivatives in a net receivable position (positive fair value) are classified as financial assets at fair value through profit or loss. All derivatives in a net payable position (negative fair value) are reported as financial liabilities at fair value through profit or loss.

##### *Reclassifications*

Financial assets are not reclassified subsequent to their initial recognition unless the Funds were to change their business model for managing financial assets, in which case all affected financial assets would be reclassified on the first day of the first reporting period following the change in the business model.

#### (ii) Recognition

The Funds recognise financial assets and financial liabilities on the date they become a party to the contractual provisions of the instruments.

A regular way purchase or sale of financial assets or financial liabilities at fair value through profit or loss is recognised on a trade date basis. From this date, any gains or losses arising from changes in fair value of the financial assets or financial liabilities at fair value through profit or loss are recorded.

Financial liabilities are not recognised unless one of the parties has performed their obligations under the contract or the contract is a derivative contract not exempted from the scope of HKFRS 9.

# Notes to the Financial Statements (continued)

## 2. Material accounting policies (continued)

### (f) Financial instruments (continued)

#### (iii) Measurement

Financial instruments are measured initially at fair value (transaction price). Transaction costs on financial assets and liabilities at fair value through profit or loss are expensed immediately.

Subsequent to initial recognition, all instruments classified at fair value through profit or loss are measured at fair value with changes in their fair values recognised in profit or loss.

Financial assets classified as measured at amortised cost are carried at amortised cost using the effective interest rate method, less impairment losses, if any.

Financial liabilities, other than those at fair value through profit or loss, are measured at amortised cost using the effective interest rate method.

#### (iv) Fair value measurement principles

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 in the principal or, in its absence, the most advantageous market to which the Funds have access at that date. The fair value of a liability reflects its non-performance risk.

When available, the Funds measure the fair value of an instrument using the quoted price in an active market for that instrument. A market is regarded as active if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

If there is no quoted price in an active market, then the Funds use valuation techniques that maximise the use of relevant observable inputs and minimise the use of unobservable inputs. The chosen valuation technique incorporates all of the factors that market participants would take into account in pricing a transaction.

The Funds recognise transfers between levels of the fair value hierarchy as at the end of the reporting period during which the change has occurred.

Net gains or losses on investments are included in profit or loss. Realised gains or losses on investments and unrealised gains or losses on investments arising from a change in fair value are provided in note 9. Net realised gains or losses from financial instruments at fair value through profit or loss is calculated using the average cost method.

#### (v) Derecognition

A financial asset is derecognised when the contractual rights to receive the cash flows from the financial asset expire, or where the financial asset together with substantially all the risks and rewards of ownership, have been transferred.

Financial assets measured at FVTPL that are sold are derecognised and corresponding receivables from brokers are recognised as of the date the Funds commit to sell the assets.

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expires.

A regular way purchase or sale of financial assets or financial liabilities at fair value through profit or loss is recognised on a trade date basis. From this date, any gains or losses arising from changes in fair value of the financial assets or financial liabilities at fair value through profit or loss are recorded.

On derecognition of a financial asset, the difference between the carrying value of the asset and the consideration received is recognised in profit or loss.

# Notes to the Financial Statements (continued)

## 2. Material accounting policies (continued)

### (f) Financial instruments (continued)

#### (vi) Offsetting

Financial assets and financial liabilities are offset and the net amount is reported in the statement of assets and liabilities when the Funds have a legally enforceable right to offset the recognised amounts and the transactions are intended to be settled on a net basis or simultaneously, e.g. through a market clearing mechanism.

### (g) Related parties

(a) A person, or a close member of that person's family, is related to the Funds if that person:

- (i) has control or joint control over the Funds;
- (ii) has significant influence over the Funds; or
- (iii) is a member of the key management personnel of the Funds or the Funds' parent.

(b) An entity is related to the Funds if any of the following conditions applies:

- (i) The entity and the Funds are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
- (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).
- (iii) Both entities are joint ventures of the same third party.
- (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity.
- (v) The entity is a post-employment benefit plan for the benefit of employees of an entity related to the Funds.
- (vi) The entity is controlled or jointly controlled by a person identified in (a).
- (vii) A person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).
- (viii) The entity or any member of a group of which it is a part, provides key management personnel services to the Funds or to the Funds' parent.

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity.

### (h) Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other financial institutions, and short-term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value, having been within three months of maturity at acquisition. Bank overdrafts that are repayable on demand form an integral part of the Funds' cash management and are included as a component of cash and cash equivalents for the purpose of the cash flow statement.

### (i) Units in issue

The Funds classify financial instruments issued as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instruments.

# Notes to the Financial Statements (continued)

## 2. Material accounting policies (continued)

### (i) Units in issue (continued)

A puttable financial instrument that includes a contractual obligation for the issuer to repurchase or redeem that instrument for cash or another financial asset is classified as equity instruments if it meets the following conditions:

- (i) it entitles the holder to a *pro rata* share of the Funds' net assets in the event of the Funds' liquidation;
- (ii) it is in the class of instruments that is subordinate to all other classes of instruments;
- (iii) all financial instruments in the class of instruments that is subordinate to all other classes of instruments have identical features;
- (iv) apart from the contractual obligation for the Funds to repurchase or redeem the instrument for cash or another financial asset, the instrument does not include any other features that would require classification as a liability; and
- (v) the total expected cash flows attributable to the instrument over its life are based substantially on the profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the Funds over the life of the instrument.

Hang Seng China A Industry Top Index ETF and Hang Seng Harvest CSI 300 Index ETF have only one class in issue and their redeemable units meet all of these conditions and are classified as equity instruments.

Hang Seng Stock Connect China A Low Carbon Index ETF has multiple classes of redeemable units in issue. All the classes are the most subordinate classes of financial instruments in the fund and rank *pari passu* in all material respects and have the same terms and conditions. The redeemable units provide investors with the right to require redemption for cash at a value proportionate to the investor's share in the fund's net assets at each redemption date, and also in the event of the fund's liquidation. The redeemable units of the fund are classified as financial liabilities and are measured at the present value of the redemption amounts.

### (j) Segment reporting

An operating segment is a component of the Funds that engages in business activities from which they may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Funds' other components, whose operating results are reviewed regularly by the chief operating decision maker to make decisions about resources allocated to the segment and assess its performance, and for which discrete financial information is available. Segment results that are reported to the chief operating decision maker include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. The chief operating decision maker of the Funds is identified as the Manager, Hang Seng Investment Management Limited.

### (k) Income equalisation on subscriptions and redemptions

Income portion of received and receivable on issue of units or paid and payable on redemption of units is calculated based on the portion of the unit price related to undistributed accumulated net investment income and accumulated expenses of the unit at the date of issue or redemption.

### (l) Investment transaction costs

Investment transaction costs are costs incurred to purchase or sale of investments at fair value through profit or loss. They include fees and commissions paid to agents, brokers and dealers. Transaction costs, when incurred, are immediately recognised in profit or loss as an expense.

### (m) Formation costs

Formation costs of the Funds are charged to profit or loss as incurred.

# Notes to the Financial Statements (continued)

## 3. Changes in accounting policies

The HKICPA has issued a number of new HKFRSs and amendments to HKFRSs that are first effective for the current accounting period of the Funds.

- Amendments to HKAS 1, Presentation of financial statements and HKFRS Practice Statement 2, Making materiality judgements: Disclosure of accounting policies
- Amendments to HKAS 1, Presentation of financial statements: Classification of liabilities as current or non-current
- Amendments to HKAS 8, Accounting policies, changes in accounting estimates and errors: Definition of accounting estimate
- Amendments to HKAS 12, Income taxes: Deferred tax related to assets and liabilities arising from a single transaction

None of these standards or amendments impact on the accounting policies of the Funds.

The Funds have not applied any new standard or interpretation that is not yet effective for the current accounting period (see note 19).

## 4. Taxation

No provision for Hong Kong Profits Tax has been made in the financial statements as the income of the Funds are exempt from taxation under Section 26A(1A) of the Hong Kong Inland Revenue Ordinance.

Under the general provisions of the PRC Corporate Income Tax ( "CIT" ) Law and published tax circulars, the Funds are subject to the withholding of PRC CIT at the rate of 10% in respect of their PRC sourced income, including gains realised on the sale of shares of PRC listed companies (subject to temporary exemption under Circular 79 as discussed below), dividend income derived from PRC listed companies and interest income earned in respect of PRC bank deposits. The withholding of PRC CIT at the rate of 10% should apply as the Funds are managed and operated in such a manner that they would not be considered as tax resident enterprises in China or otherwise as having taxable permanent establishments in the mainland China. The CIT on dividend income are withheld by the PRC resident enterprises which the Funds invested in upon payment of dividend.

The Ministry of Finance, the State Administration of Taxation and the China Securities Regulatory Commission of the PRC have jointly issued Circular 79 dated 31 October 2014 – "The Circular on issues concerning the temporary exemption from the imposition of PRC CIT on gains derived by Qualified Foreign Institutional Investors ( "QFIs" ) and RMB Qualified Foreign Institutional Investors ( "RQFIs" ) from the transfer of PRC equity interest investments such as PRC domestic stocks" . Circular 79 states that:

- (i) with effect from 17 November 2014, gains derived by QFIs and RQFIs from the transfer of PRC equity interest investments such as PRC domestic stocks are temporarily exempt from the PRC CIT; and
- (ii) PRC CIT is imposed on the said gains derived by QFIs and RQFIs prior to 17 November 2014 in accordance with law.

The Circular 79 applies to QFIs and RQFIs without a taxable permanent establishment in the mainland China or where the QFI/RQFI has a taxable permanent establishment in the mainland China the said gains are not actually connected to such permanent establishment.

The Funds' prospectus gives the Manager the right to provide for withholding tax on such gains and withhold the tax for the account of the Funds. On the basis of the available information as of the date of this annual report, the Manager provided for PRC CIT at the withholding tax rate of 10% on Hang Seng China A Industry Top Index ETF's realised gains derived from the disposals of investments in A-shares through RQFI prior to 17 November 2014.

The realised gains derived by the Hang Seng China A Industry Top Index ETF from the disposals of its investments in A-shares through RQFI prior to 17 November 2014 may be eligible for exemption from PRC CIT under the Arrangement between the Mainland of China and the Hong Kong Special Administrative Region for the Avoidance of Double Taxation and the Prevention of Fiscal Evasion with respect to Taxes on Income ( "China-HK Arrangements" ) if certain conditions are met, including but not limited to, whether the China-HK Arrangements apply to the Funds, the relevant A-shares are not issued by PRC tax resident companies which are immovable properties-rich companies for the purpose of the China-HK Arrangements, the Funds hold less than 25% shareholding of the company which issues the relevant A-shares, whether the requirements specified by the relevant PRC tax authority for the claim of tax treaty relief are satisfied (including the requirements stipulated in the Guoshuifa [2009] No. 124) and whether the relevant PRC tax authority agree to grant the approval for treaty relief.

# Notes to the Financial Statements (continued)

## 4. Taxation (continued)

Hang Seng Investment Management Limited ( “the Manager” ), as the RQFII through which the Hang Seng China A Industry Top Index ETF invested in A-shares, submitted required information and documents to the Beijing tax authority in July 2015 to report withholding tax payable and apply for withholding tax exemption under China-HK Agreements on the above mentioned realised gains. Following the review completed by the Beijing tax authority and the payment of actual withholding tax liability by the Fund, the Manager, in consultation with the Trustee, acted in accordance with independent professional tax advice and reversed the excess of the PRC CIT provision over the actual withholding tax liability on the investments in A-shares through RQFII for the period from 20 November 2013 (date of commencement for Hang Seng China A Industry Top Index ETF) to 16 November 2014.

In addition to investment via the Manager’s RQFII quota, Hang Seng China A Industry Top Index ETF also utilises the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (the “Stock Connect” ) to invest in A-Shares.

Hang Seng Harvest CSI 300 Index ETF will invest in units of the Harvest CSI 300 ETF listed on the Shenzhen Stock Exchange ( “SZSE” ) and/or other securities listed on stock exchanges in the PRC through the Manager’s RQFII status.

Hang Seng Stock Connect China A Low Carbon Index ETF will invest in the PRC domestic securities markets and will hold actual A-Shares through Stock Connect.

The Ministry of Finance, the State Administration of Taxation and the China Securities Regulatory Commission of the PRC have jointly issued Circular 81 dated 31 October 2014 announcing that investments in China A-shares via Shanghai-Hong Kong Stock Connect are temporarily exempt from CIT, as relevant, on capital gains derived from the transfer of A-shares on or after 17 November 2014. Subsequently, Circular 127 dated 5 November 2016 was issued and stated that investments in China A-shares via Shenzhen-Hong Kong Stock Connect are temporarily exempt from CIT, as relevant, on capital gains derived from the transfer of A-shares on or after 5 December 2016.

Details of taxation in profit or loss during the year are shown below.

	Hang Seng China A Industry Top Index ETF		Hang Seng Harvest CSI 300 Index ETF		Hang Seng Stock Connect China A Low Carbon Index ETF	
	2023 (RMB)	2022 (RMB)	2023 (RMB)	2022 (RMB)	2023 (RMB)	2022 (RMB)
Current tax – PRC withholding tax Provision on interest & distribution income for the year/period	(458,608)	(465,018)	(6)	(6)	(296,800)	N/A
	(458,608)	(465,018)	(6)	(6)	(296,800)	N/A

# Notes to the Financial Statements (continued)

## 5. Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss as of 31 December 2023 and 31 December 2022 are as follows.

	Hang Seng China A Industry Top Index ETF		Hang Seng Harvest CSI 300 Index ETF		Hang Seng Stock Connect China A Low Carbon Index ETF	
	Market Value		Market Value		Market Value	
	2023 (RMB)	2022 (RMB)	2023 (RMB)	2022 (RMB)	2023 (RMB)	2022 (RMB)
Listed equities	144,397,186	129,240,138	–	–	102,908,483	N/A
Collective Investment Schemes	–	–	47,874,168	53,172,601	–	N/A
Forward contracts	–	–	–	–	23	N/A
<b>Total financial assets at fair value through profit or loss</b>	<b>144,397,186</b>	<b>129,240,138</b>	<b>47,874,168</b>	<b>53,172,601</b>	<b>102,908,506</b>	<b>N/A</b>
Forward contracts	–	–	–	–	(454)	N/A
<b>Total financial liabilities at fair value through profit or loss</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(454)</b>	<b>N/A</b>

## 6. Financial risk management

The Funds maintain investment portfolio in the constituent stocks of the Indexes as dictated by its investment management strategy. The Funds' investment objective is to provide investment results that, before fees and expenses, closely correspond to the performance of the Indexes against which the Funds are benchmarked. The Manager primarily adopts a full replication strategy to achieve the investment objective of the Funds. When there is a change in the constituent stocks of the Indexes or the weighting of the constituent stocks in the Indexes, the Manager will be responsible for implementing any adjustment to the Funds' portfolio of stocks to ensure that the Funds' investment portfolio closely corresponds to the composition of the Index and the weighting of each constituent stock.

The Funds' investing activities expose it to various types of risks that are associated with the financial instruments and markets in which it invests. To comply with HKFRS 7, the Manager has set out below the most important types of financial risks inherent in the financial instruments held by the Funds. The Manager would like to highlight that the following list of associated risks only sets out some of the risks but does not purport to constitute an exhaustive list of all the risks inherent in an investment in the Funds. Investors should note that additional information in respect of risks associated with the investment in the Funds can be found in the Funds' prospectus.

The nature and extent of the financial instruments outstanding at the year end date and the risk management policies employed by the Funds are discussed below.

### (a) Market risk

Market risk arises when the fair value and future cash flows of a financial instrument will fluctuate because of changes in market prices and includes price risk, interest rate risk and currency risk.

#### (i) Price risk

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 caused by factors specific to an individual investment, its issuer or all factors affecting all instruments traded in the market. The Funds are exposed to price risk arising from changes in market prices of equity instruments.

The Manager constructs the portfolio through adopting full replication strategy. The Funds are not actively managed and the Manager does not have the discretion to select stocks or to take defensive position in declining market. Hence, any fall in the underlying index will result in a corresponding fall in the value of the Funds.

# Notes to the Financial Statements (continued)

## 6. Financial risk management (continued)

### (a) Market risk (continued)

#### (i) Price risk (continued)

All investments are constituent stocks and exchange traded fund of the Indexes listed on the Shanghai Stock Exchange ( "SSE" ) or the Shenzhen Stock Exchange ( "SZSE" ). The Funds estimate the future reasonably possible market price fluctuations for equity investments on an overall basis. If the relevant indexes at 31 December 2023 had increased/decreased by 20% (2022: 20%), it is estimated that the net assets attributable to unitholders of the Funds would have increased/decreased accordingly as shown below. The analysis assumes that all other variables, in particular, interest rates remain constant.

Fund	Currency	The Relevant Index	Estimated Increase/(Decrease) in Net Assets Attributable to Unitholders			
			If the Relevant Index Increased by 20%	If the Relevant Index Increased by 20%	If the Relevant Index Decreased by 20%	If the Relevant Index Decreased by 20%
			2023	2022	2023	2022
Hang Seng China A Industry Top Index ETF	RMB	Hang Seng China A Industry Top Index	28,879,437	25,848,028	(28,879,437)	(25,848,028)
Hang Seng Harvest CSI 300 Index ETF	RMB	CSI 300 Index	9,574,834	10,634,520	(9,574,834)	(10,634,520)
Hang Seng Stock Connect China A Low Carbon Index ETF	RMB	Hang Seng Stock Connect China A Low Carbon Select Index	20,581,697	N/A	(20,581,697)	N/A

#### (ii) Interest rate risk

Interest rate risk arises from changes in interest rates which may inversely affect the value of interest bearing assets and therefore results in potential gain or loss to the Funds. Except for bank deposits, all the financial assets and liabilities of the Funds are non-interest bearing. As a result, the Funds have limited exposure to interest rate risk.

#### (iii) Currency risk

Currency risk arises from changes in foreign exchange rates of investments and other financial assets or financial liabilities denominated in currencies other than the Funds' functional currency. As majority of the financial and liabilities of the Funds are denominated in Renminbi, the functional currency, the Funds have limited exposure to currency risk.

# Notes to the Financial Statements (continued)

## 6. Financial risk management (continued)

### (b) Credit risk

#### (i) Analysis of credit risk management policy and concentration of credit risk

Credit risk arising on transactions with brokers relates to transactions awaiting settlement. Risk relating to unsettled transactions is considered small due to the short settlement period involved and the high quality of the brokers used. The Manager monitors the credit rating and financial positions of the brokers used to further mitigate this risk.

HSBC Institutional Trust Services (Asia) Limited is the Trustee of the Funds. Bankruptcy or insolvency of the Trustee may cause the Funds' rights with respect to the assets to be delayed or limited. The Manager monitors the risk by monitoring the credit quality of the Trustee on an on-going basis.

All of the investments of the Hang Seng China A Industry Top Index ETF and Hang Seng Harvest CSI 300 Index ETF are held by China Construction Bank Corporation Limited (the "PRC Custodian"). For Hang Seng Stock Connect China A Low Carbon Index ETF, investments are held by HSBC Institutional Trust Services (Asia) Limited (the "Custodian") and the sub-custodian is China Construction Bank Corporation Limited when Hang Seng Stock Connect China A Low Carbon Index ETF directly invests in A shares. Bankruptcy or insolvency of the PRC Custodian may cause the Funds' rights with respect to investments held by the PRC Custodian to be delayed or limited. The Manager monitors the risk by monitoring the credit rating of the PRC Custodian on an on-going basis.

Majority of the cash held by Hang Seng China A Industry Top Index ETF and Hang Seng Harvest CSI 300 Index ETF is deposited with The Hongkong and Shanghai Banking Corporation Limited ("HSBC") and China Construction Bank Corporation Limited (collectively the "Banks") and for Hang Seng Stock Connect China A Low Carbon Index ETF is deposited with The Hongkong and Shanghai Banking Corporation Limited ("HSBC"). Bankruptcy or insolvency of the Banks may cause the Funds' rights with respect to the cash held by the Banks to be delayed or limited. The Manager monitors its risk by monitoring the credit rating of the Banks on an on-going basis.

Other than outlined above, there were no significant concentrations of credit risk to counterparties at 31 December 2023 and 31 December 2022.

#### (ii) Offsetting financial assets and financial liabilities

None of the financial assets and financial liabilities is offset in the statement of assets and liabilities. The disclosures set out in the table on above include financial assets and financial liabilities that are subject to an enforceable master netting arrangement as at 31 December 2023 and 31 December 2022.

# Notes to the Financial Statements (continued)

## 6. Financial risk management (continued)

### (b) Credit risk (continued)

#### (ii) Offsetting financial assets and financial liabilities (continued)

The enforceable master netting arrangements do not meet the criteria for offsetting in the statement of assets and liabilities. This is because they create a right of set-off of recognised amounts that is enforceable only following on event of default, insolvency or bankruptcy of the Funds or their counterparties. In addition, the Funds and their counterparties do not intend to settle on a net basis or to realise the assets and settle the liabilities simultaneously.

The gross amounts of recognised financial assets and financial liabilities and their net amounts presented in the statement of assets and liabilities disclosed in the tables below have been measured in the statement of assets and liabilities at fair value.

	Hang Seng Stock Connect China A Low Carbon Index ETF	
	As at 31 December 2023 (RMB)	As at 31 December 2022 (RMB)
<b>Financial assets subject to enforceable master netting arrangements</b>		
Derivatives: Foreign currency forward contracts		
Gross amounts of recognised financial assets	23	N/A
Gross amounts of recognised financial liabilities offset in the statement of assets and liabilities	–	N/A
Net amounts of financial assets presented in the statement of assets and liabilities	23	N/A
Related amounts not offset in the statement of assets and liabilities	–	
– Financial instruments	(23)	N/A
Net amount	–	N/A
<b>Financial liabilities subject to enforceable master netting arrangements</b>		
Derivatives: Foreign currency forward contracts		
Gross amounts of recognised financial liabilities	(454)	N/A
Gross amounts of recognised financial assets offset in the statement of assets and liabilities	–	N/A
Net amounts of financial liabilities presented in the statement of assets and liabilities	(454)	N/A
Related amounts not offset in the statement of assets and liabilities	–	
– Financial instruments	23	N/A
Net amount	(431)	N/A

# Notes to the Financial Statements (continued)

## 6. Financial risk management (continued)

### (c) Liquidity risk

Liquidity risk is the risk that the Funds will encounter difficulty in meeting obligations arising from its financial liabilities that are settled by delivering cash or another financial asset, or that such obligations will have to be settled in a manner disadvantageous to the Funds.

The Funds' policy and the Manager's approach to manage liquidity is to have sufficient liquidity to meet its liability including estimated redemption of units, as and when due, without incurring undue losses or risking damage to the Funds' reputation.

The Funds' prospectus provides for the daily creation and cancellation of units and the Funds are therefore exposed to the liquidity of meeting unitholder redemptions daily. All other financial liabilities are repayable on demand or have contractual maturities less than three months.

The majority of the Funds' financial assets are listed equity investments and exchange traded fund which are considered to be readily realisable as they are all listed on the SSE or SZSE. As a result, the Funds are able to liquidate quickly its investments in order to meet its liquidity requirements.

The Funds' liquidity risk is managed on a daily basis by the Manager in accordance with the policies and procedures in place. The Funds' redemption policy allows redemption to be made:

- through participating dealers by any investor with a basket of constituent stocks of the Indexes and a minor cash component, or wholly with cash. The minimum redemption units for Hang Seng China A Industry Top Index ETF, Hang Seng Harvest CSI 300 Index ETF and Hang Seng Stock Connect China A Low Carbon Index ETF are 100,000 units, 100,000 and 300,000 units respectively;
- through the Manager by the feeder fund wholly with cash at a minimum of 1 unit, the feeder fund of China A Industry Top Index ETF is Hang Seng China A Industry Top Index Fund.

The Manager has the right to declare suspension of unitholders' right to redeem units under certain circumstances in accordance with the Fund's prospectus.

### (d) Derivatives

The table below states the Funds' holdings in forward contracts as at 31 December 2023 and 31 December 2022 translated into their reporting currencies.

Fund	Year	Expiration date	Underlying parameters	Fair value assets/ (liabilities) (RMB)	Year	Expiration date	Underlying parameters	Fair value assets/ (liabilities) (RMB)
Hang Seng Stock Connect China A Low Carbon Index ETF	2023	05/01/2024	Foreign currency (HKD)	23	2022	N/A	N/A	N/A
		05/01/2024	Foreign currency (HKD)	(454)		N/A	N/A	N/A

# Notes to the Financial Statements (continued)

## 6. Financial risk management (continued)

### (e) Capital Management

The redeemable units issued by Hang Seng Stock Connect China A Low Carbon Index ETF are classified as financial liabilities and hence there is no capital held by Hang Seng Stock Connect China A Low Carbon Index ETF as at year end. Hang Seng China A Industry Top Index ETF and Hang Seng Harvest CSI 300 Index ETF only issue one class of redeemable units as at year end. The capital of Hang Seng China A Industry Top Index ETF and Hang Seng Harvest CSI 300 Index ETF as at the year end date is represented by such redeemable units.

The Funds' objective in managing the capital is to ensure a stable and strong base to maximise returns to all investors, and to manage liquidity risk arising from the redemptions. The Manager manages the capital/redeemable units of the Funds in accordance with the Funds' investment objectives and policies stated in the prospectus.

There were no changes in the policies and procedures during the year with respect to the Funds' approach to its capital management.

The Funds are not subject to externally imposed capital requirements.

The amount and the movement of equity are stated in the statement of changes in equity/statement of changes in net assets attributable to unitholders. As the redeemable units are redeemed on demand at the unitholders' option, the actual level of redemption may differ significantly from the historic experience.

## 7. Dividend income

The amounts of dividend income and net dividend income, which was net of any non-recoverable withholding taxes, earned by the Funds during the year are shown below.

Fund	Currency	Dividend income		Withholding taxes		Net Dividend Income	
		2023	2022	2023	2022	2023	2022
Hang Seng China A Industry Top Index ETF	RMB	4,570,938	4,645,321	(458,589)	(464,980)	4,112,349	4,180,341
Hang Seng Stock Connect China A Low Carbon Index ETF	RMB	2,974,075	N/A	(296,800)	N/A	2,677,275	N/A

## 8. Interest income

During the year, the Funds earned interest income from cash and cash equivalents as shown in the table below.

Fund	Currency	Interest Income		Withholding taxes		Net Interest Income	
		2023	2022	2023	2022	2023	2022
Hang Seng China A Industry Top Index ETF	RMB	1,795	1,502	(19)	(38)	1,776	1,464
Hang Seng Harvest CSI 300 Index ETF	RMB	1,431	1,492	(6)	(6)	1,425	1,486
Hang Seng Stock Connect China A Low Carbon Index ETF	RMB	361	N/A	–	N/A	361	N/A

# Notes to the Financial Statements (continued)

## 9. Net losses on investments

During the year, the Funds disposed of equity instruments and derivatives and earned or incurred realised and unrealised gains or losses as shown below.

Fund	Currency	Net losses on investments in equity instruments		Net gains on investments in derivatives		Net losses on investments in collective investment schemes	
		2023	2022	2023	2022	2023	2022
Hang Seng China A Industry Top Index ETF	RMB	(10,871,378)	(30,915,903)	–	–	–	–
Hang Seng Harvest CSI 300 Index ETF	RMB	–	–	–	–	(5,298,433)	(14,085,611)
Hang Seng Stock Connect China A Low Carbon Index ETF	RMB	(18,158,220)	N/A	16,030	N/A	–	N/A

Fund	Currency	Realised losses from investments		Movement on unrealised losses on investments		Net losses on investments	
		2023	2022	2023	2022	2023	2022
Hang Seng China A Industry Top Index ETF	RMB	(1,284,177)	(6,780,632)	(9,587,201)	(24,135,271)	(10,871,378)	(30,915,903)
Hang Seng Harvest CSI 300 Index ETF	RMB	–	(710,746)	(5,298,433)	(13,374,865)	(5,298,433)	(14,085,611)
Hang Seng Stock Connect China A Low Carbon Index ETF	RMB	(1,858,304)	N/A	(16,283,886)	N/A	(18,142,190)	N/A

# Notes to the Financial Statements (continued)

## 10. Transactions with the Trustee, the Manager and their Connected Persons

The following is a summary of significant related party transactions or transactions entered into during the year between the Funds and the Trustee, the Manager and their Connected Persons. Connected Persons are those as defined in the SFC Code issued by the SFC. All transactions during the year between the Funds, the Trustee, the Manager and their Connected Persons were entered into in the ordinary course of business and under normal commercial terms. To the best of the knowledge of the Trustee and the Manager, the Funds did not have any other transactions with the Trustee, the Manager and their Connected Persons except for those disclosed below. The relevant receivables and payables are unsecured, interest-free and repayable on demand.

- (a) Hang Seng Investment Management Limited ( "HSVM" ), a wholly-owned subsidiary of Hang Seng Bank ( "HSB" ), which is a member of the HSBC Group, is the Manager of the Funds. HSVM earns management fees at a rate of 0.55% of net asset value per annum for Hang Seng China A Industry Top Index ETF, 0.50% of net asset value per annum for Hang Seng Harvest CSI 300 Index ETF and 0.18%/0.55% of net asset value per annum for listed/unlisted class of Hang Seng Stock Connect China A Low Carbon Index ETF. The management fee charged by HSVM to Hang Seng Harvest CSI 300 Index ETF is currently waived. The Manager of Hang Seng Stock Connect China A Low Carbon Index ETF may pay a distribution fee to any distributor or sub-distributors of the Trust out of the management fees it receives from the Sub-Fund. A distributor may re-allocate an amount of the distribution fee to the sub-distributors. Management fees are calculated as at each dealing day and payable monthly. Manager's reimbursement received during the year/period, manager's reimbursement receivable at the year/period end date, management fees paid during the year/period and management fees payable to the Manager at the year/period end date are shown below.

During the year/period ended 31 December 2023 and 2022, HSVM has reimbursed certain expenses incurred by Hang Seng Harvest CSI 300 Index ETF and Hang Seng Stock Connect China A Low Carbon Index ETF.

	Hang Seng China A Industry Top Index ETF		Hang Seng Harvest CSI 300 Index ETF		Hang Seng Stock Connect China A Low Carbon Index ETF	
	2023 (RMB)	2022 (RMB)	2023 (RMB)	2022 (RMB)	2023 (RMB)	2022 (RMB)
Management fees paid during the year	807,377	742,110	–	–	162,660	N/A
Management fees payable	66,346	61,197	–	–	15,653	N/A
Manager's reimbursement	–	–	492,997	545,355	735,492	N/A
Manager's reimbursement receivable	–	–	225,293	294,231	75,900	N/A

# Notes to the Financial Statements (continued)

## 10. Transactions with the Trustee, the Manager and their Connected Persons (continued)

(b) HSBC Institutional Trust Services (Asia) Limited, a member of HSBC Group, is the Trustee of the Funds. Trustee's fees are calculated as at each dealing day and payable monthly. The Trustee earns trustee's fees based on the fee table on page below.

	Hang Seng China A Industry Top Index ETF	Hang Seng Harvest CSI 300 Index ETF	Hang Seng Stock Connect China A Low Carbon Index ETF
Trustee's fees rate (p.a.)	0.08%	0.045%	0.050%
Minimum monthly trustee's fees (in RMB)	–	7,875	18,000
Processing fees for handling each purchase or sale of investments (in RMB)	210	–	–
Valuation fee per valuation (in RMB)	–	350	–
Processing fees for handling each creation/redemption/transfer of units (in RMB)	–	90	90
Registrar's fees (p.a.) (in RMB)	–	14,000	14,400

The Trustee earned fees for providing various services to the Funds as shown below. Details of such fee paid during the year/period and such fees payable at the year/period end date shown below:

	Hang Seng China A Industry Top Index ETF		Hang Seng Harvest CSI 300 Index ETF		Hang Seng Stock Connect China A Low Carbon Index ETF	
	2023 (RMB)	2022 (RMB)	2023 (RMB)	2022 (RMB)	2023 (RMB)	2022 (RMB)
Transaction fees paid to trustee						
– paid to HSBC Institutional Trust Services (Asia) Limited	–	–	–	180	990	N/A
Trustee's fees						
– paid to HSBC Institutional Trust Services (Asia) Limited	117,437	107,943	94,500	94,500	165,547	N/A
Registrar's fees						
– paid to HSBC Institutional Trust Services (Asia) Limited	–	–	14,825	14,001	12,929	N/A
Valuation fees						
– paid to HSBC Institutional Trust Services (Asia) Limited	–	–	81,200	82,250	–	N/A
Financial reporting fee						
– paid to HSBC Institutional Trust Services (Asia) Limited	39,938	49,641	57,579	66,837	46,040	N/A
Fees payable to Trustee						
– paid to HSBC Institutional Trust Services (Asia) Limited	43,520	36,027	60,873	48,064	48,533	N/A

# Notes to the Financial Statements (continued)

## 10. Transactions with the Trustee, the Manager and their Connected Persons (continued)

- (c) HSBC acts in the role as one of the Participating Dealers of the Funds and performed in-kind and in-cash creation and redemption in units of the Funds. The Funds also utilise the services of HSBC in part of the purchase and sale of investments for the years ended 31 December 2023 and 2022. Details of such transactions executed and fees paid during the years are shown below.

	Hang Seng Harvest CSI 300 Index ETF	
	2023 (RMB)	2022 (RMB)
Value of in-cash creation through HSBC (in RMB)	–	4,084,620
Units subscribed through HSBC from in-cash creation (units)	–	200,000

	Hang Seng China A Industry Top Index ETF		Hang Seng Harvest CSI 300 Index ETF		Hang Seng Stock Connect China A Low Carbon Index ETF	
	2023 (RMB)	2022 (RMB)	2023 (RMB)	2022 (RMB)	2023 (RMB)	2022 (RMB)
Value of transactions earned through HSBC (in RMB)	6,951,567	13,069,294	–	–	1,540,844	N/A
Share of the total value of transactions of the funds	6.17%	9.50%	–	–	0.98%	N/A
Commission paid to HSBC (in RMB)	3,492	6,539	–	–	–	N/A
Average commission rate	0.05%	0.05%	–	–	–	N/A

# Notes to the Financial Statements (continued)

## 10. Transactions with the Trustee, the Manager and their Connected Persons (continued)

- (d) The Funds utilise the services of HSB and HSBC and paid administrative fees, safe custody and bank charges and securities expense to HSB and HSBC during the year/period. Details of such fees paid during the year/period and such fees payable at the year/period end date are shown below.

	Hang Seng China A Industry Top Index ETF		Hang Seng Harvest CSI 300 Index ETF		Hang Seng Stock Connect China A Low Carbon Index ETF	
	2023 (RMB)	2022 (RMB)	2023 (RMB)	2022 (RMB)	2023 <sup>(1)</sup> (RMB)	2022 (RMB)
Securities expenses paid to HSBC during the year/period	257,544	262,691	–	–	–	N/A
Safe custody and bank charges paid to HSBC during the year/period	33,618 <sup>(1)</sup>	29,005 <sup>(1)</sup>	453	1,541	16,232	N/A
Securities expenses payable to HSBC as of year/period end	8,464	15,644	–	–	–	N/A
Safe custody payable to HSBC as of year/period end	3,243	2,130	–	–	1,644	N/A
Transaction fee paid to HSBC during the year/period	–	–	–	–	45,862	N/A
Transaction fee payable to HSBC as of year/period end	–	–	–	–	45,204	N/A

(1) For the year ended 31 December 2023, Hang Seng China A Industry Top Index ETF incurred RMB 36,344 (2022: RMB 29,041) safe custody and bank charges in total. Safe custody and bank charges paid to HSBC during the year amounted to RMB 33,618 (2022: RMB 29,005).

- (e) Hang Seng China A Industry Top Index ETF has been licensed by Hang Seng Indexes Company Limited ( "HSIL" ) and Hang Seng Stock Connect China A Low Carbon Index ETF has been licensed by Hang Seng Indexes Company Limited ( "HSIL" ) to use the Index to create, offer, market and sell the Funds during the year/period. License fee paid to HSIL during the year/period amounted to RMB98,765 (2022: RMB82,441) and RMB111,804 (2022: N/A) respectively. License fee payable to HSIL at the year end was RMB22,503 (2022: RMB12,776) and RMB35,073 (2022: N/A) respectively.
- (f) Certain bank accounts are maintained with HSBC. The bank balances as at year/period end date and interest income earned during the year/period are shown below.

	Hang Seng China A Industry Top Index ETF		Hang Seng Harvest CSI 300 Index ETF		Hang Seng Stock Connect China A Low Carbon Index ETF	
	2023 (RMB)	2022 (RMB)	2023 (RMB)	2022 (RMB)	2023 (RMB)	2022 (RMB)
HSBC bank balances as of year end	327,228	353,018	102,110	32,513	–	N/A
Interest income earned from HSBC during the year/period	1,795	1,502	1,431	1,492	361	N/A
Interest receivable from HSBC as of year/period end	–	139	–	22	–	N/A

- (g) During the period ended 31 December 2023, Hang Seng Stock Connect China A Low Carbon Index ETF entered into foreign currency forward contracts with HSBC to hedge against the foreign exchange rate movements between HKD and RMB. At the period end date, financial assets and financial liabilities arising from outstanding foreign currency forward contracts are RMB23 and RMB454 respectively.

# Notes to the Financial Statements (continued)

## 10. Transactions with the Trustee, the Manager and their Connected Persons (continued)

(h) HSBC provides uncommitted overdraft facility to the Funds. The details of uncommitted overdraft facility are shown below.

Fund	Currency	Year	Uncommitted overdraft facility as at 31 December	Interest rate	Bank Overdraft	Interest expenses paid during the year/period
Hang Seng China A Industry Top Index ETF	RMB	2023	Lesser of: (i) USD2,890,000; (ii) 10% of net value assets in HSBC custody; and (iii) 10% of net asset value	USD Best Lending Rate	–	76
		2022	Lesser of: (i) USD2,890,000; (ii) 10% of net value assets in HSBC custody; and (iii) 10% of net asset value	USD Best Lending Rate	–	–
Hang Seng Harvest CSI 300 Index ETF	RMB	2023	Lesser of: (i) USD500,000; (ii) 5% of net value assets in HSBC custody; and (iii) 5% of net asset value	USD Best Lending Rate	–	2
		2022	Lesser of: (i) USD500,000; (ii) 5% of net value assets in HSBC custody; and (iii) 5% of net asset value	USD Best Lending Rate	–	78
Hang Seng Stock Connect China A Low Carbon Index ETF	RMB	2023	Lesser of: (i) USD1,000,000; (ii) 5% of net value assets in HSBC custody; and (iii) 5% of net asset value	USD Best Lending Rate	534,235	12,190
		2022	N/A	N/A	N/A	N/A

(i) For the years ended 31 December 2023 and 2022, Hang Seng China A Industry Top Index Fund is the major unitholder of Hang Seng China A Industry Top Index ETF. Number of units of Hang Seng China A Industry Top Index ETF held by Hang Seng China A Industry Top Index Fund as of the year end date and the distributions earned from the Fund during the year are shown below.

	2023	2022
Number of unit holdings in Hang Seng China A Industry Top Index ETF as of year end	1,689,351	1,152,566
Distributions earned from Hang Seng China A Industry Top Index ETF during the year (in RMB)	1,096,672	736,804

For the period ended 31 December 2023, Hang Seng China Equity Fund made investment in Hang Seng Stock Connect China A Low Carbon Index ETF. Number of units of Hang Seng Stock Connect China A Low Carbon Index ETF held by Hang Seng China Equity Fund as of the period end date and the distributions earned from the Fund during the period are shown below.

	2023
Number of unit holdings in Hang Seng Stock Connect China A Low Carbon Index ETF	20,000
Distributions earned from Hang Seng Stock Connect China A Low Carbon Index ETF during the period (in RMB)	8,604

# Notes to the Financial Statements (continued)

## 10. Transactions with the Trustee, the Manager and their Connected Persons (continued)

- (j) Hang Seng China A Industry Top Index Fund, is the major unitholder of Hang Seng China A Industry Top Index ETF, made cash creation and cash redemption in, also purchased and sold units of in Hang Seng China A Industry Top Index ETF through the Manager/SEHK during the year and the details of amounts and units of creation/redemption and purchase/sell activities are shown below.

	2023	2022
Cash creation amount (in RMB)	59,273,932	30,869,040
Cash creation units	1,220,876	631,381
Cash redemption amount (in RMB)	33,631,483	29,437,080
Cash redemption units	701,491	599,000
Purchase amount (in RMB)	942,368	–
Purchase units	20,700	–
Sell amount (in RMB)	150,146	–
Sell units	3,300	–

- (k) The directors and officers of the Manager may transact in the units of the Funds as principal. As at 31 December 2023, the directors and officers of the Manager together held 2,000 units in Hang Seng China A Industry Top Index ETF (2022: 2,000 units).

## 11. Units in issue and net asset value per unit

The units in issue and net asset value per unit as at 31 December 2023 and 31 December 2022 were shown below.

	Class of units (Currency)	2023		2022	
		Units in issue	NAV per unit	Units in issue	NAV per unit
Hang Seng China Enterprises Index ETF	Listed Class (RMB)	3,340,051	43.2852	2,820,666	45.9700
Hang Seng Harvest CSI 300 Index ETF	Listed Class (RMB)	2,700,000	17.7831	2,700,000	19.7781
Hang Seng Stock Connect China A Low Carbon Index ETF	Listed Class (RMB)	4,800,000	21.2379	N/A	N/A
	Unlisted Class – Class A (RMB) – Accumulation Units	498	8.5341	N/A	N/A
	Unlisted Class – Class A (HKD hedged) – Accumulation Units	34,133	7.8844	N/A	N/A

# Notes to the Financial Statements (continued)

## 12. Reconciliation of net asset values

The Trustee and the Manager would like to highlight that the principles for calculating the published unit price as set out in the Prospectus are different from those required for calculating the net assets attributable to unitholders and hence the corresponding net asset value per unit for financial reporting purposes under HKFRSs. The net assets attributable to unitholders as reported in the financial statements are therefore different from the adjusted total net assets for valuation purposes at the reporting dates.

Hang Seng Harvest CSI 300 Index ETF and Hang Seng Stock Connect China A Low Carbon Index ETF were commenced on 22 October 2020 and 28 March 2023 respectively. Formation costs of these funds were RMB98,738 and RMB1,514,339 respectively and they were charged to the statement of comprehensive income as incurred in accordance with HKFRSs.

Per the Prospectus of Hang Seng Harvest CSI 300 Index ETF, the formation costs are amortised over the first five accounting periods of the Fund and as of 31 December 2023, the remaining amortisation period was 22 months (2022: 34 months) and the balance was RMB17,679 (2022: RMB27,402).

Per the Prospectus of Hang Seng Stock Connect China A Low Carbon Index ETF, the formation costs are amortised over the first five accounting periods of the Fund and as of 31 December 2023, the remaining amortisation period was 51 months (2022: N/A) and the balance was RMB1,211,467 (2022: N/A).

A reconciliation between the net assets attributable to unitholders as reported in the financial statements and the adjusted total net asset value for valuation purposes is shown below.

Hang Seng Harvest CSI 300 Index ETF:

	2023 (RMB)	2022 (RMB)
Net assets attributable to unitholders as reported in the financial statements	48,014,251	53,400,851
Adjustments for different principles adopted by the Fund in arriving at the adjusted total net assets for valuation purposes:		
– Formation costs	17,679	27,402
Adjusted total net assets for valuation purposes	48,031,930	53,428,253

Hang Seng Stock Connect China A Low Carbon Index ETF:

	2023 (RMB)	2022 (RMB)
Net assets attributable to unitholders as reported in the financial statements	102,215,116	N/A
Adjustments for different principles adopted by the Fund in arriving at the adjusted total net assets for valuation purposes:		
– Formation costs	1,211,467	N/A
Adjusted total net assets for valuation purposes	103,426,583	N/A

## 13. Bank Overdrafts

Bank overdrafts were unsecured and repayable on demand.

## 14. Soft dollar commission

As regards to the Funds, the Manager has not entered into any soft dollar commission arrangements with brokers.

# Notes to the Financial Statements (continued)

## 15. Distributions

Details of distributions during the year/period are shown below:

Fund	Date of Cash Dividend Determination 2023	Date of Cash Dividend Determination 2022	Distribution per Unit 2023	Distribution per Unit 2022
<b>Hang Seng China A Industry Top Index ETF</b> Listed Class	19-09-2023 29-06-2023	19-09-2022 23-06-2022	RMB 0.57 RMB 0.08	RMB 0.57 RMB 0.10

Fund	Date of Cash Dividend Determination 2023	Date of Cash Dividend Determination 2022	Distribution per Unit 2023	Distribution per Unit 2022
<b>Hang Seng Harvest CSI 300 Index ETF*</b> Listed Class	–	–	–	–

Fund	Date of Cash Dividend Determination 2023	Date of Cash Dividend Determination 2022	Distribution per Unit 2023	Distribution per Unit 2022
<b>Hang Seng Stock Connect China A Low Carbon Index ETF#</b> Listed Class	19-09-2023	N/A	RMB 0.40	N/A

	Hang Seng China A Industry Top Index ETF	
	Year Ended 31 December 2023	Year Ended 31 December 2022
Undistributed income brought forward	1,358,181	503,188
Income before losses on investments	3,040,128	3,119,168
Interest expenses	(76)	–
Taxation	(458,608)	(465,018)
Income portion of received and receivable on issue of units	668,465	330,639
Income portion of paid and payable on redemption of units	(367,239)	(275,364)
Amount available for distribution to unitholders	4,240,851	3,212,613
Distribution to unitholders	(2,175,779)	(1,854,432)
Undistributed income carried forward	2,065,072	1,358,181

# Notes to the Financial Statements (continued)

## 15. Distributions (continued)

	Hang Seng Harvest CSI 300 Index ETF*	
	Year Ended 31 December 2023	Year Ended 31 December 2022
Undistributed income brought forward	57,358	121,526
Loss before losses on investments	(79,577)	(52,625)
Interest expenses	(2)	(78)
Taxation	(6)	(6)
Income portion of received and receivable on issue of units	–	–
Income portion of paid and payable on redemption of units	–	(11,459)
Amount available for distribution to unitholders	(22,227)	57,358
Distribution to unitholders	–	–
Undistributed income carried forward	(22,227)	57,358

	Hang Seng Stock Connect China A Low Carbon Index ETF#	
	Period Ended 31 December 2023	Year Ended 31 December 2022
Undistributed income brought forward	–	N/A
Income before losses on investments	1,533,545	N/A
Interest expenses	(12,190)	N/A
Taxation	(296,800)	N/A
Income portion of received and receivable on issue of units	36,442	N/A
Income portion of paid and payable on redemption of units	(135,536)	N/A
Amount available for distribution to unitholders	1,125,461	N/A
Distribution to unitholders	(1,920,000)	N/A
Undistributed income carried forward	(794,539)	N/A

\* Hang Seng Harvest CSI 300 Index ETF did not distribute in the years of 2022 and 2023. The previous distribution was RMB0.25 with ex-date of 16 September 2021.

# Hang Seng Stock Connect China A Low Carbon Index ETF was commenced on 28 March 2023 and the first distribution was in September 2023.

# Notes to the Financial Statements (continued)

## 16. Fair value information

The Funds' investments are measured at fair value on the date of the statement of assets and liabilities. Fair value estimates are made at a specified point in time, based on market conditions and information about the financial instruments. With the involvement of unobservable factors and judgement, fair value can be reliably determined within a reasonable range of estimates. For certain other financial instruments, including other accounts receivable, cash and cash equivalents, bank overdrafts and accrued expenses and other payables, the carrying amounts approximate fair value due to the intermediate or short-term nature of these financial instruments.

### Valuation of financial instruments

The Funds' accounting policy on fair value measurements is detailed in accounting policy in note 2(f)(iv). The Funds measure fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements.

- Level 1: Inputs that are quoted market prices (unadjusted) in active markets for identical instruments.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable either directly (i.e. as prices) or indirectly (i.e. derived from prices). The category includes instruments valued using: quoted market price in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques in which all significant inputs are directly or indirectly observable from market data.
- Level 3: Inputs that are unobservable. This category includes all instruments for which the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments but for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

# Notes to the Financial Statements (continued)

## 16. Fair value information (continued)

### Valuation of financial instruments (continued)

All investments held by the Funds are listed on SSE or SZSE and their fair values are based on quoted market prices in active markets. Therefore, the majority of investments are classified as Level 1 investment in the fair value hierarchy. For all other financial instruments, their carrying amounts approximate fair value due to the intermediate or short-term nature of these financial instruments.

The table below presents the carrying value of financial instruments measured at fair value at the date of the statement of assets and liabilities across the three levels of fair value hierarchy.

	Hang Seng China A Industry Top Index ETF		Hang Seng Harvest CSI 300 Index ETF		Hang Seng Stock Connect China A Low Carbon Index ETF	
	2023 (RMB)	2022 (RMB)	2023 (RMB)	2022 (RMB)	2023 (RMB)	2022 (RMB)
<b>Assets</b>						
<b>Level 1</b>						
– Listed equities	144,397,186	129,240,138	–	–	102,908,483	N/A
– Collective investment schemes	–	–	47,874,168	53,172,601	–	N/A
<b>Level 2</b>						
– Derivatives	–	–	–	–	23	N/A
<b>Total</b>	144,397,186	129,240,138	47,874,168	53,172,601	102,908,506	N/A
<b>Liabilities</b>						
<b>Level 2</b>						
– Derivatives	–	–	–	–	(454)	N/A
<b>Total</b>	–	–	–	–	(454)	N/A

There were no transfers of financial instruments between Level 1 and Level 2, or transfers into or out of Level 3 during the year/period.

## 17. Involvement with unconsolidated structured entities

The Funds have concluded that collective investment schemes in which the Funds invest, but that they do not consolidate, meet the definition of structured entities because:

- the voting rights in the collective investment schemes are not dominant rights in deciding who controls them because they relate to administrative tasks only;
- each collective investment scheme's activities are restricted by its prospectus; and
- the collective investment schemes have narrow and well-defined objectives to provide investment opportunities to investors.

# Notes to the Financial Statements (continued)

## 17. Involvement with unconsolidated structured entities (continued)

The tables below describe the type of structured entities that the Funds do not consolidate but in which they hold an interest; and set out interests held by the Funds in unconsolidated structured entities. The maximum exposure to loss is the carrying amount of the financial assets held by the Funds. During the year, except for the amounts invested in the unconsolidated structured entities, the Funds did not provide financial support to the unconsolidated structured entities and had no intention of providing financial or other support.

Type of structured entities	Nature and purpose	Interest held by the Funds
Collective investment schemes	To manage assets on behalf of the investors and earn fees. These vehicles are financed through the issue of units to investors.	Investments in units issued by the collective investment schemes

Fund	Currency	Structured entities	As at 31 December							
			Number of collective investment schemes invested by the Funds		Total net assets of the structured entities		Carrying amount included in financial assets at fair value through profit or loss		Carrying amount as a % of total net assets attributable to unitholders	
			2023	2022	2023	2022	2023	2022	2023	2022
Hang Seng Harvest CSI 300 Index ETF	CNY	Exchange traded funds	1	1	39,611,823,367	20,708,350,137	47,874,168	53,172,601	99.71%	99.57%

## 18. Segment information

The Manager makes strategic resource allocation on behalf of the Funds and determines operating segments based on internal reports reviewed which are used to make strategic decisions.

The Manager considers that the Funds have one single operating segment based on one single integrated investment strategy by investing in constituent stocks of the Index with the objective to provide investment results that, before fees and expenses, closely correspond to the performance of the Index as stipulated in the prospectus. There were no changes in the operating segment during the year.

Major revenues generated by the Funds are from listed equities. The segment information provided to the Manager is the same as that disclosed in the statement of comprehensive income and statement of assets and liabilities.

The Funds are domiciled in Hong Kong. All of the Funds' income from investments is from equity securities and collective investment schemes issued in various countries. Please refer to note 5 for details.

# Notes to the Financial Statements (continued)

## 19. Possible impact of amendments, new standards and interpretations issued but not yet effective for the year ended 31 December 2023

Up to the date of issue of these financial statements, the HKICPA has issued a number of amendments, new standards and interpretations which are not yet effective for the year ended 31 December 2023 and which have not been adopted in these financial statements.

Of these developments, the following may be relevant to the Funds' operations and financial statements:

	Effective for accounting periods beginning on or after
Amendments to HKAS 1, Presentation of financial statements: Classification of liabilities as current or non-current ("2020 amendments")	1 January 2024
Amendments to HKAS 21, The effects of changes in foreign exchange rates: Lack of exchangeability	1 January 2025

The Funds are in the process of making an assessment of what the impact of these amendments and interpretations is expected to be in the period of initial application. So far they have concluded that the adoption of them is unlikely to have a significant impact on the Funds' results of operations and financial position.

## 20. Subsequent event

Subsequent to the financial year end, Hang Seng S&P 500 Index ETF was launched on 25 March 2024.

# Performance of the Indexes and the ETFs (Unaudited)

For the year/period ended 31 December 2023 and the comparison with the same period in 2022

## Performance in RMB Dollar

Fund/Index	For the period from 1 January 2023 to 31 December 2023	For the period from 1 January 2022 to 31 December 2022
Hang Seng China A Industry Top Index ETF <sup>*A</sup>	-4.53%	-17.75%
Hang Seng China A Industry Top Index <sup>#</sup>	-3.40%	-16.83%

Source: NAV is provided by HSBC Institutional Trust Services (Asia) Limited. The performance information of the ETF is provided by the Manager. Index information is provided by Hang Seng Indexes Company Limited.

## Performance in RMB Dollar

Fund/Index	For the period from 1 January 2023 to 31 December 2023	For the period from 1 January 2022 to 31 December 2022
Hang Seng Harvest CSI 300 Index ETF <sup>*A</sup>	-10.02%	-19.86%
CSI 300 Index <sup>#</sup>	-9.36%	-19.71%

Source: NAV is provided by HSBC Institutional Trust Services (Asia) Limited. The performance information of the ETF is provided by the Manager. Index information is provided by Bloomberg.

## Performance in RMB Dollar

Fund/Index	Period from 28 March 2023 (date of commencement) to 31 December 2023
Hang Seng Stock Connect China A Low Carbon Index ETF <sup>*</sup>	-12.63%
Hang Seng Stock Connect China A Low Carbon Select Index <sup>#</sup>	-12.45%

Source: NAV is provided by HSBC Institutional Trust Services (Asia) Limited. The performance information of the ETF is provided by the Manager. Index information is provided by Hang Seng Indexes Company Limited.

\* Performance is calculated in base currency with NAV to NAV, total return with dividend (if any) reinvested. The performance information presented is calculated based on the assumption that there were no distributions to Unitholders, and is for reference only.

<sup>A</sup> To achieve comparability among funds' performance presentations in the market for investors, the Manager is to change the methodology used to calculate portfolio and composite returns with effective from 1 September 2022 onward. The change is the total return with dividend reinvested at ex-dividend date instead of payment date. Performance data published prior to 1 September 2022 is incomparable with the performance calculated by the new calculation methodology.

<sup>#</sup> Performance is calculated in total return with dividend reinvested, net of withholding tax.

Investors should note that all investment involves risks (including the possibility of loss of the capital invested), prices of fund units may go up as well as down and past performance is not indicative of future performance. Investors should read the relevant fund's offering documents (including the full text of the risk factors stated therein) in detail before making any investment decision.

# Comparison of Daily Closing Price and Net Asset Value per Unit of the ETFs (Unaudited)

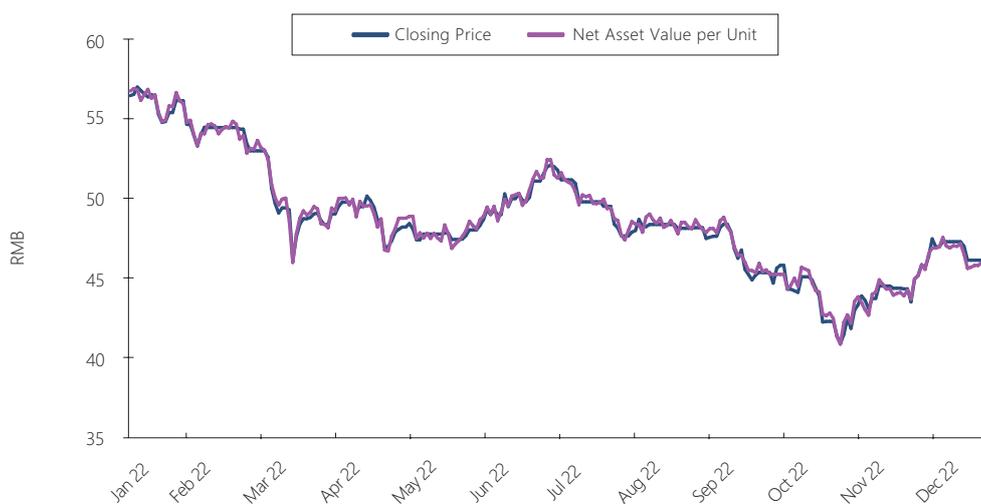
For the year/period ended 31 December 2023 and the comparison with the same period in 2022

## Hang Seng China A Industry Top Index ETF

Comparison of Daily Closing Price and Net Asset Value per Unit for the period from 1 January 2023 to 31 December 2023



Comparison of Daily Closing Price and Net Asset Value per Unit for the period from 1 January 2022 to 31 December 2022

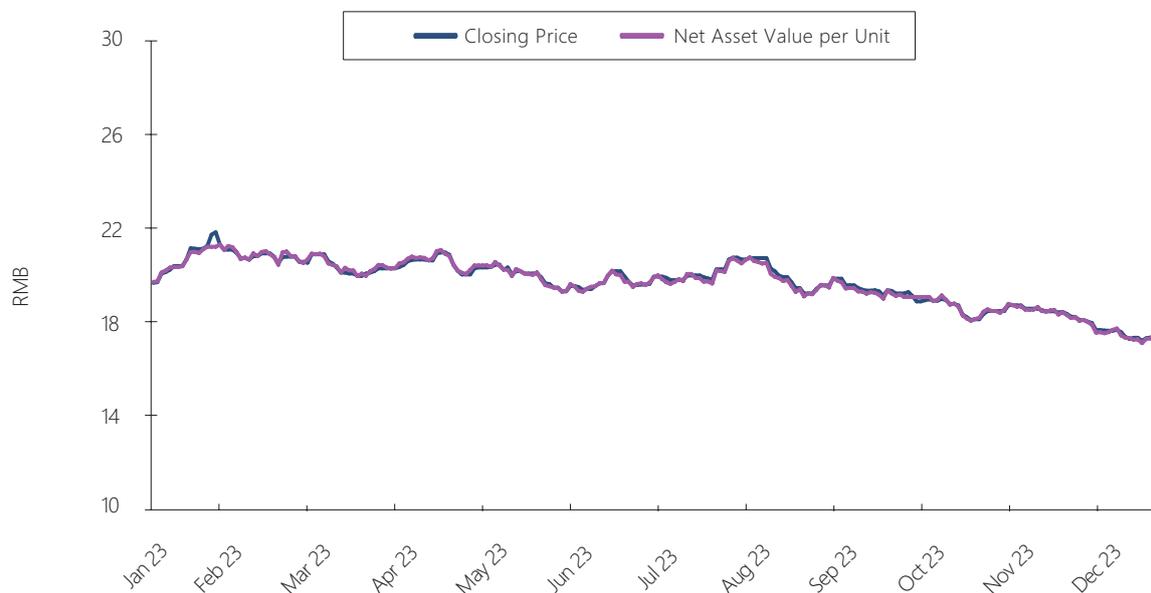


# Comparison of Daily Closing Price and Net Asset Value per Unit of the ETFs (Unaudited) (continued)

For the year/period ended 31 December 2023 and the comparison with the same period in 2022

## Hang Seng Harvest CSI 300 Index ETF

Comparison of Daily Closing Price and Net Asset Value per Unit for the period from 1 January 2023 to 31 December 2023



Comparison of Daily Closing Price and Net Asset Value per Unit for the period from 1 January 2022 to 31 December 2022



# Comparison of Daily Closing Price and Net Asset Value per Unit of the ETFs (Unaudited) (continued)

For the year/period ended 31 December 2023 and the comparison with the same period in 2022

## Hang Seng Stock Connect China A Low Carbon Index ETF

Comparison of Daily Closing Price and Net Asset Value per Unit for the period from 30 March 2023 (listing date) to 31 December 2023



# Index Constituent Stocks Disclosure (Unaudited)

The following are those constituent stocks that accounted for more than 10% of the weighting of the indexes.

## As at 31 December 2023

Fund	
Hang Seng China A Industry Top Index ETF	As of 31 December 2023, there was no constituent stock that accounted for more than 10% of the weighting of the Hang Seng China A Industry Top Index.
Hang Seng Harvest CSI 300 Index ETF	As of 31 December 2023, there was no constituent stock that accounted for more than 10% of the weighting of the CSI 300 Index.
Hang Seng Stock Connect China A Low Carbon Index ETF	As of 31 December 2023, there was no constituent stock that accounted for more than 10% of the weighting of the Hang Seng Stock Connect China A Low Carbon Select Index.

## As at 31 December 2022

Fund	Index	Constituent Stocks	Weighting of the Index
Hang Seng China A Industry Top Index ETF	Hang Seng China A Industry Top Index	Kweichow Moutai	10.58%
Hang Seng Harvest CSI 300 Index ETF	As of 31 December 2022, there was no constituent stock that accounted for more than 10% of the weighting of the CSI 300 Index.		
Hang Seng Stock Connect China A Low Carbon Index ETF <sup>#</sup>	Not applicable		

<sup>#</sup> The date of commencement for Hang Seng Stock Connect China A Low Carbon Index ETF was 28 March 2023.

# Report on Investment Overweight in Constituent Stocks of the Index by the ETFs (Unaudited)

From 1 January 2023 to 31 December 2023

Given the investment objective of the Hang Seng China A Industry Top Index ETF (the “ETF” ) and nature of the Hang Seng China A Industry Top Index (the “Index” ):

- i) The ETF is allowed under Chapter 8.6(h) of the Code on Unit Trusts and Mutual Funds (the “Code” ) to hold investments in securities of any single issuer exceeding 10% of the ETF’s latest available net asset value if such constituent securities account for more than 10% of the weighting of the Index and the ETF’s holding of any such constituent securities does not exceed their respective weightings in the Index, except where the weightings are exceeded as a result of changes in the composition of the Index and the excess is only transitional and temporary in nature, or otherwise approved by the SFC.
- ii) Subject to Chapter 8.6(g) and (h) of the Code, more than 30% of the latest available net asset value of the ETF may also be invested in government and other public securities of the same issue and may be fully invested in government and other public securities in any number of issues.

During the period from 1 January 2023 to 31 December 2023, the Manager has complied in full to the above restriction for the Hang Seng China A Industry Top Index ETF.

The Hang Seng Harvest CSI 300 Index ETF is a feeder fund and seeks to achieve its investment objective by investing substantially (at least 90% of its Net Asset Value) into Harvest CSI 300 Index ETF (the “Master ETF” ). The Manager has requested of the SFC, and the SFC has granted, a waiver in respect of the Hang Seng Harvest CSI 300 Index ETF from:

- (a) the requirement under Chapter 7.12(a) of the Code that the Master ETF must be authorised by the SFC; and
- (b) the requirement under Chapter 7.12(b)(ii) of the Code that, for the purposes of complying with the investment restrictions, the Sub-Fund and the Master ETF will be deemed as a single entity.

The purpose of the waivers are to enable the Hang Seng Harvest CSI 300 Index ETF to invest into the Master ETF (which is not authorised by the SFC) as a feeder fund.

As stated in the Prospectus of the ETFs, when representative sampling strategies are used, the weighting of a particular constituent security in Hang Seng Stock Connect China A Low Carbon Index ETF (the “Sub-Fund” ) may exceed its weighting in Hang Seng Stock Connect China A Low Carbon Select Index and such excess is subject to a maximum limit of up to 4% of the Net Asset Value of the Sub-Fund in respect of any constituent security.

During the period from 28 March 2023 (date of commencement) to 31 December 2023, the Manager has adopted a full replication strategy when investing for the Hang Seng Stock Connect China A Low Carbon Index ETF, hence the above restriction is not applicable.

Please refer to Prospectus to see the full disclosure of Investment Restrictions.

# Portfolio Carbon Footprint (Unaudited)

From 1 January 2023 to 31 December 2023

Please visit <https://www.hangsenginvestment.com/> for more details.

# ESG Periodic Assessment and Reporting for Hang Seng Stock Connect China A Low Carbon Index ETF (Unaudited)

From 1 January 2023 to 31 December 2023

Hang Seng Stock Connect China A Low Carbon Index ETF (the “ESG Fund” ) closely tracks the performance of, before fees and expenses, the RMB denominated total return performance (net of withholding tax) of the Hang Seng Stock Connect China A Low Carbon Select Index (the “Index” ) with full replication strategy and promotes the following ESG characteristics:

1. Tracking the Index which intends to achieve at least 30% improvement in carbon intensity reduction over the Hang Seng Stock Connect China A 300 Index (the “Base Index” ).

The ESG Fund seeks to achieve the promotion of ESG characteristics through investing primarily in the constituents of the Index. Exclusion policy is applied by the Index for enhancing ESG performance.

The constituent list of the Index contains the securities from the Base Index, with screening policy applied from two dimensions, namely United Nation Global Compact Principles ( “UNGC” ) and Controversial Product Involvement. The Index excludes securities from the Base Index, if the securities:

1. are rated non-compliant based on UNGC compliance ratings; or
2. reaches any designated thresholds of Controversial Product Involvement. The data provider of UNGC compliance ratings and Controversial Product Involvement are Sustainalytics.

The Index constituents are then weighted based on the constituent weight in the Base Index, and with adjustments made in accordance with their tilt factors based on the company Carbon Emission Intensity data provided by ISS ESG.

99.6% underlying investments were commensurate with the ESG Fund’s ESG focus and the remained 0.4% weight was cash holdings in the ESG Fund as of 31 Dec 23. The ESG Fund closely tracked the performance of the Index and the Index was constructed using the approach with selecting companies for lower carbon emission intensities relative to the constituent in the base index.

The ESG Fund was an index fund. The Index eliminated 7.2% weight of the Base Index – Hang Seng Stock Connect China A 300 Index as of 31 Dec 23 to construct Hang Seng Stock Connect China A Low Carbon Select Index.

As the ESG Fund was index tracking, a comparison of the performance of the ESG Fund’s ESG factors against the designated reference benchmark was not applicable.

The Manager conducted engagement activities and exercised proxy voting according to our Engagement Policy and Proxy Voting Guideline, if deemed necessary and appropriate. For action taken of proxy voting records of the ESG Fund, total number of AGM/EGM/SGM resolutions are 5785 in 2023 for Hang Seng Stock Connect China A Low Carbon Index ETF.

Proxy voting aggregate statistic and number of vote by category are listed below.

<b>Period</b>	<b>No. of Resolutions</b>	<b>For</b>	<b>Against</b>
2023 whole year	5785	5035	719

# ESG Periodic Assessment and Reporting for Hang Seng Stock Connect China A Low Carbon Index ETF (Unaudited) (continued)

From 1 January 2023 to 31 December 2023

The summary below demonstrated the assessment performed to attain the ESG focus:

The Index was designated for achieving the ESG characteristics advocated by the ESG Fund.

The Index achieved the ESG characteristic in the following ways:

- Removed stocks based on Controversial Product Involvement criteria.
- Removed companies considered to be non-compliant with one or more of the United Nation Global Compact principles.
- Adjusted the weights of the remaining companies within the Base Index with lower (higher) Carbon Emission Intensity are tilted to be higher (lower).
- Performed above ESG review and index rebalancing on a quarterly basis in March, June, September and December with ESG data cut off in January, April, July and October.

Please refer to the link: [https://www.hsi.com.hk/static/uploads/contents/en/dl\\_centre/methodologies/IM\\_hscalcese.pdf](https://www.hsi.com.hk/static/uploads/contents/en/dl_centre/methodologies/IM_hscalcese.pdf) for details.

Assumptions are listed below:

1. The ESG Fund was closely tracking the index performance with full replication strategy.
2. The ESG performance of the index's constituents were reviewed quarterly, but index provider and ESG data provider would perform ad-hoc review in case significant change in ESG performance for the constituent.

Limitations are listed below:

1. There was tracking error between the ESG Fund and index. The tracking error were assessed to be small and not to materially affect the assessment.
2. The foundation to achieve the ESG objectives of the index was by selection and adjustment on weights of constituents based on the third party (index provider HSIL's) ESG dataset which may be subjective, incomplete, inaccurate or unavailable. Data validation was carried out periodically but the limitation remained, as globally it was well recognized the challenge on ESG data methodology harmonization and how divergent it is among data vendors.

Since it is the first time for the ESG Fund to have the periodic assessment, a comparison between the current and at least the previous assessment period is not applicable.

# Management and Administration

## **Manager, Listing Agent and RQFII Holder (in respect of Hang Seng China A Industry Top Index ETF and Hang Seng Harvest CSI 300 Index ETF only)**

Hang Seng Investment Management Limited  
83 Des Voeux Road Central  
Hong Kong

## **Directors of the Manager**

CHEUNG Ka Wai, Kathy  
CHIU Wai Man, Vivien  
LEE Pui Shan  
LEE Wah Lun, Rannie  
SAW Say Pin  
SIT Wing Fai, Wilfred  
TSANG Hing Keung (resigned on 1 June 2023)  
WHITE Stuart Kingsley

## **Trustee, Registrar**

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

## **HK Custodian (in respect of Hang Seng China A Industry Top Index ETF and Hang Seng Stock Connect China A Low Carbon Index ETF only)**

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

## **PRC Custodian (in respect of Hang Seng China A Industry Top Index ETF and Hang Seng Harvest CSI 300 Index ETF only)**

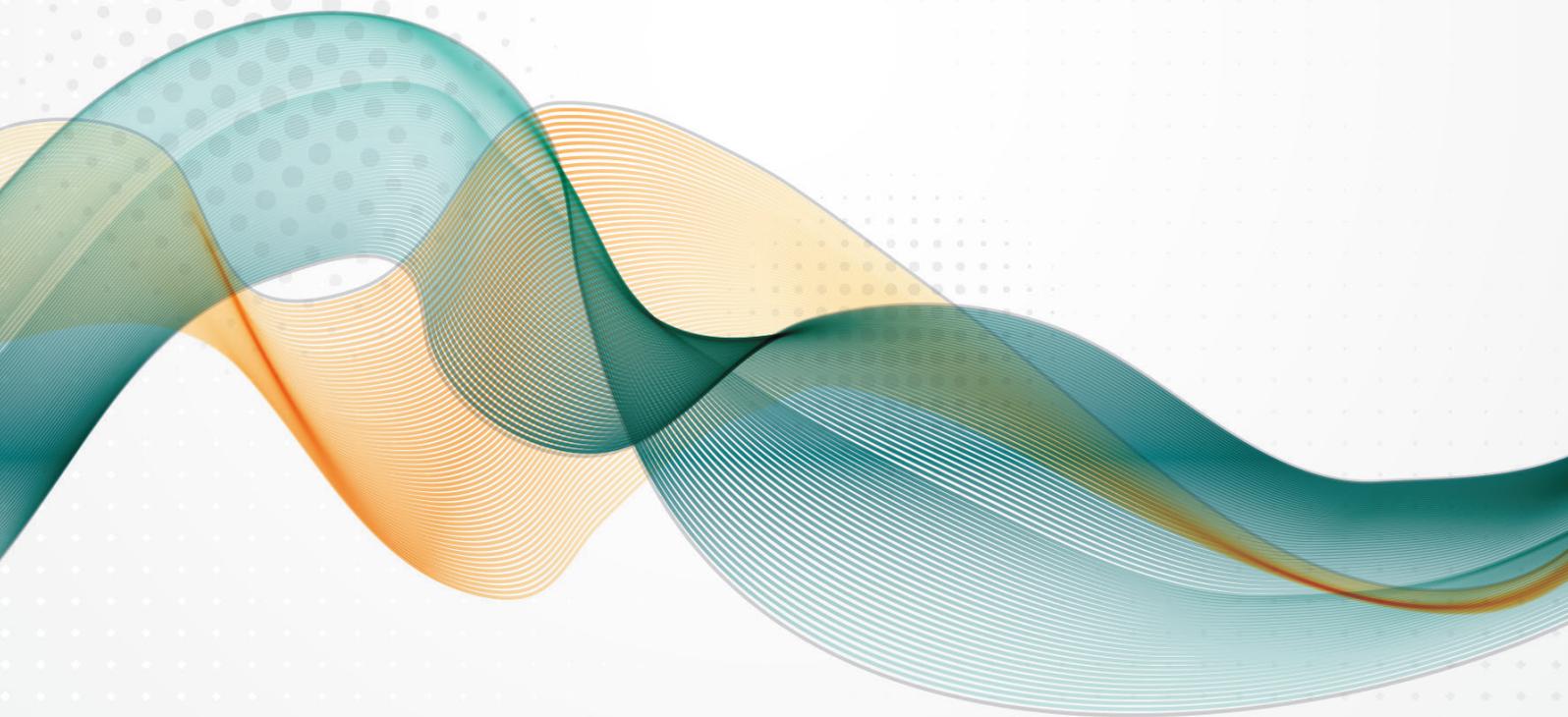
China Construction Bank Corporation  
25, Finance Street  
Xicheng District  
Beijing, PRC

## **Auditor**

KPMG  
Certified Public Accountants (Public Interest Entity Auditor registered in accordance with the Financial Reporting Council Ordinance)  
8th Floor, Prince's Building  
10 Chater Road  
Central  
Hong Kong

## **Conversion Agent**

HK Conversion Agency Services Limited  
8th Floor, Two Exchange Square  
8 Connaught Place  
Central  
Hong Kong



Issued by Hang Seng Investment Management Limited  
(A wholly-owned subsidiary of Hang Seng Bank)