

CMSAM(HK) Funds Series 1 OFC

(a Hong Kong public umbrella open-ended fund company with variable capital, limited liability and segregated liability between sub-funds and authorized under section 104 of the Securities and Futures Ordinance (Cap. 571) of Hong Kong)

CMS Hang Seng Tech Index ETF
(Stock Code: 3423)

(Sub-Fund of CMSAM(HK) Funds Series 1 OFC)

Unaudited Semi-Annual Report

For the Period from 28 March 2025 (Date of Inception) to 30 June 2025

CMSAM(HK) Funds Series 1 OFC

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CMSAM(HK) Funds Series 1 OFC

Statement of Financial Position

As at 30 June 2025

CMS Hang Seng Tech Index
ETF
30 June 2025
(Unaudited)
HKD

ASSETS

Financial assets at fair value through profit or loss	613,597,840
Dividends receivable	2,285,516
Interest receivable	519
Other accounts receivable	9,893
Cash at bank	1,131,320

Total assets

617,025,088

LIABILITIES

Other accounts payable and accrued expenses	281,818
Administration fee payable	25,999
Management fee payable	363,981

Total liabilities

671,798

EQUITY

Net assets attributable to shareholders	616,353,290
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The accompanying notes form an integral part of these unaudited semi-annual financial statements.

CMSAM(HK) Funds Series 1 OFC

Statement of Comprehensive Income

For the period from 28 March 2025 (date of inception) to 30 June 2025

	CMS Hang Seng Tech Index ETF
	For the period from 28 March 2025 (date of inception) to 30 June 2025 (Unaudited) HKD
INCOME	
Dividend income	4,101,954
Interest income	8,853
Net loss on financial assets at fair value through profit or loss and derivative financial instruments	(20,843,902)
Net foreign exchange loss	(1,975)
Other income	162,238
Total loss	(16,572,832)
EXPENSES	
Management fee ^{Note 2}	940,369
Administration fee ^{Note 1}	67,169
Auditor's remuneration	53,910
Performance fee	10,605
Safe custody and bank charges	23,088
Transaction cost	890,480
Establishment cost	627,329
Other operating expenses ^{Note 1}	83,629
Total operating expenses	2,696,579
Loss from operation	(19,269,411)
Taxation	(146,455)
Loss and total comprehensive income for the period	(19,415,866)

The accompanying notes form an integral part of these unaudited semi-annual financial statements.

CMSAM(HK) Funds Series 1 OFC

Statement of Comprehensive Income (Continued)

For the period from 28 March 2025 (date of inception) to 30 June 2025

Note 1: During the period from 28 March 2025 (date of inception) to 30 June 2025, other than Administration fee, custodian fee that paid to the Custodian, other respective amounts paid to the Custodian / its connected persons of Custodian were as follows:

	CMS Hang Seng Tech Index ETF
	For the period from 28 March 2025 (date of inception) to 30 June 2025 (Unaudited) HKD
Other operating expenses	1,039,670

Note 2: During the period from 28 March 2025 (date of inception) to 30 June 2025, other than Management fees that paid to the Manager, no other amounts paid to the Manager on behalf of the Manager.

The accompanying notes form an integral part of these unaudited semi-annual financial statements.

CMSAM(HK) Funds Series 1 OFC

Statement of Changes in Net Assets Attributable to Shareholder

For the period from 28 March 2025 (date of inception) to 30 June 2025

	CMS Hang Seng Tech Index ETF For the period from 28 March 2025 (date of inception) to 30 June 2025 (Unaudited) HKD
Net assets attributable to shareholders at the beginning of the period	- -----
Subscriptions of shares	635,769,156
Redemption of shares	- -----
Loss and total comprehensive income for the period	(19,415,866) ----- -----
Net assets attributable to shareholders at the end of the period	616,353,290 =====
Number of shares in issue at the beginning of the period	-
Number of shares subscribed during the period	64,740,000
Number of shares redeemed during the period	- -----
Number of shares in issue at end of the period	64,740,000 -----

The accompanying notes form an integral part of these unaudited semi-annual financial statements.

CMSAM(HK) Funds Series 1 OFC

Statement of Cash Flows

For the period from 28 March 2025 (date of inception) to 30 June 2025

	CMS Hang Seng Tech Index ETF For the period from 28 March 2025 (date of inception) to 30 June 2025 (Unaudited) HKD
Cash flows from operating activities	
Loss from operation	(18,708,369)
Adjustments for:	
Dividend income	(4,101,954)
Interest income	(8,853)
Operating loss before working capital changes	(22,819,176)
Increase in financial assets at fair value through profit or loss	(613,597,840)
Increase in prepayments	(561,042)
Increase in other accounts receivable	(9,893)
Increase in other accounts payable and accrued expenses	281,818
Increase in administration fee payable	25,999
Increase in management fee payable	363,981
Cash generated used in operating activities	(636,316,153)
Dividend income received, net of withholding tax	1,669,983
Interest income received	8,334
Net cash used in operating activities	(634,637,836)
Cash flows from financing activity	
Proceeds from subscriptions of shares	635,769,156
Net cash generated from financing activity	635,769,156
Net increase in cash and cash equivalents	1,131,320
Cash and cash equivalents at the beginning of the period	-
Cash and cash equivalents at the end of the period	1,131,320
Analysis of balances of cash and cash equivalents	
Cash at bank	1,131,320

The accompanying notes form an integral part of these unaudited semi-annual financial statements.

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS

1. GENERAL INFORMATION

CMSAM(HK) Funds Series 1 OFC (the “Company”) is a public umbrella open-ended fund company with variable capital with limited liability, which was incorporated in Hong Kong under the Securities and Futures Ordinance (Cap. 571) of Hong Kong (the “SFO”) on 11 March 2025. The Company is constituted by way of its Instrument filed to the Companies Registry of Hong Kong on, and effective as of 11 March 2025.

The Company is registered with the Securities and Futures Commission of Hong Kong (the “SFC”) under Section 112D of the SFO. The Company is authorised as a collective investment scheme by the SFC under Section 104 of the SFO and each sub-fund falls within Chapter 8.6 of the Unit Trusts and Mutual Funds (the “SFC Code”) issued by the SFC.

The Sub-Fund, CMS Hang Seng Tech Index ETF (the “Sub-Fund”) commenced trading under the stock code 3423 on the Stock Exchange of Hong Kong Limited (“SEHK”) on 28 March 2025.

The investment objective of the Sub-Fund is to provide investment results that, before deduction of fees and expenses, closely correspond to the performance of the Hang Seng TECH Index (the “Underlying Index”). There is no assurance that the Sub-Fund will achieve its investment objective.

The Sub-Fund will primarily use a full replication strategy by directly investing all, or substantially all, of the assets of the Sub-Fund in Securities constituting the Underlying Index (“Index Securities”) in substantially the same weightings (i.e. proportions) as these Index Securities have in the Underlying Index.

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES

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

(a) Basis of preparation

These semi-annual financial statements for the period ended 30 June 2025 have been prepared in accordance with International Financial Reporting Standards (“IFRS”), IAS 34 “Interim Financial Reporting”. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of investments at fair value through profit or loss.

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

New standards, amendments and interpretations effective after 28 March 2025 (date of inception) that are relevant to the Sub-Fund but are not yet effective and have not been early adopted by the Sub-Fund

A number of new standards, amendments to standards and interpretations are effective for the periods beginning after 28 March 2025 (date of inception), and have not been early adopted in preparing these semi-annual financial statements. None of these are expected to have a material effect on the financial statements of the Sub-Fund.

(b) Financial instruments

These semi-annual financial statements for the period ended 30 June 2025 have been prepared in accordance with International Financial Reporting Standards (“IFRS”), IAS 34 “Interim Financial Reporting”. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of investments at fair value through profit or loss.

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(b) Financial instruments (continued)

Classification

The Sub-Fund classify its' investments based on the Sub-Fund' business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Sub-Fund are primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The contractual cash flows of the Sub-Fund' debt securities are solely principal and interest, however, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Sub-Fund' business model objective. Consequently, all investments are measured at fair value through profit or loss.

Recognition/derecognition

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

Measurement

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

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

Fair value estimation

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and trading securities) are based on quoted market prices at the close of trading on the reporting date. The Sub-Fund utilise the last traded market price for both listed financial assets and liabilities where the last traded price falls within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Management will determine the point within the bid-ask spread that is most representative of fair value.

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

Transfers between levels of the fair value hierarchy

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

(c) Interest income

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

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(d) Distributions to unitholders

Distributions to unitholders are recognised in the statement of changes in equity when they are approved by the Manager. Distributions to unitholders are recognised as distributions in the statement of changes in equity.

(e) Other income

Other income is accounted for on an accrual basis and credited to the statement of comprehensive income.

(f) Expenses

All expenses are accounted for on an accrual basis and are charged to the statement of comprehensive income.

(g) Cash and cash equivalents

Cash and cash equivalents include cash in hand, cash at bank, demand deposits with original maturities of three months or less and bank overdrafts.

(h) Foreign currencies translation

Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Sub-Fund operates (the "functional currency"). The performance of the Sub-Fund is measured and reported to the unitholders in Hong Kong dollar ("HKD"). The Manager considers HKD as the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions. The financial statements are presented in HKD, which is the Fund's functional and presentation currency.

Transactions and balances

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

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

Foreign exchange gains and losses relating to cash and cash equivalents are presented in the statement of comprehensive income within "net foreign exchange gain/(loss)".

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

NOTES TO THE UNAUDITED SEMI-ANNUAL FINANCIAL STATEMENTS

2. SUMMARY OF MATERIAL ACCOUNTING POLICIES (continued)

(i) Redeemable units

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

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

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

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

(j) Taxation

No provision for Hong Kong profits tax has been made as the Sub-Fund are exempt from Hong Kong profits tax under Section 26A of the Hong Kong Inland Revenue Ordinance.

(k) Establishment costs

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

CMS Hang Seng Tech Index ETF
(A Sub-Fund of CMSAM(HK) Funds Series 1 OFC)

Investment Portfolio (Unaudited)

As at 30 June 2025

	Holdings	Fair value HKD	% of net assets
Listed Investments (99.46%)			
Listed Equities (99.46%)			
Hong Kong (99.46%)			
Alibaba Group Holding Ltd	423,549	46,505,680	7.54
Alibaba Health Information Technology	1,220,153	5,783,525	0.94
Asmpt Limited	63,566	3,658,223	0.59
Baidu Inc - Class A	241,789	20,177,292	3.26
Bilibili Inc - Class Z	55,628	9,328,816	1.51
BYD Co Ltd	361,000	44,222,500	7.17
BYD Electronic Co Ltd	149,547	4,755,595	0.77
Haier Smart Home Co Ltd	461,914	10,369,969	1.68
Horizon Robotics Inc	231,040	1,499,450	0.24
Hua Hong Semiconductor Ltd	138,116	4,792,625	0.78
JD Com Inc	333,349	42,635,337	6.91
JD Health International Inc	213,109	9,163,687	1.49
Kingdee International Software Group Co Ltd	571,874	8,829,735	1.43
Kingsoft Corp Ltd	177,225	7,248,503	1.18
Kuaishou Technology	575,210	36,410,793	5.90
Lenovo Group Ltd	1,529,250	14,405,535	2.34
Li Auto Inc - Class A	265,113	28,367,091	4.60
Meituan	353,037	44,235,536	7.17
Midea Group Co Ltd	117,206	8,725,987	1.42
Netease Inc	244,395	51,567,345	8.36
Nio Inc - Class A	65,852	1,804,345	0.29
Semiconductor Manufacturing	856,736	38,296,099	6.20
Sensetime Group Inc - Class B	5,274,732	7,859,351	1.27
Sunny Optical Technology Group Co Ltd	134,927	9,357,187	1.52
Tencent Holding Ltd	95,494	48,033,482	7.79
Tencent Music Ent - Class A	6,502	493,177	0.08
Tongcheng Travel Holdings Limited	264,914	5,187,016	0.84
Trip.com Group Ltd	52,114	23,763,984	3.85
Xiaomi Corp	906,533	54,346,653	8.81
Xpeng Inc - Class A	308,404	21,773,322	3.53
		<hr/>	<hr/>
		613,597,840	99.46
		<hr/>	<hr/>
Total investments and derivative financial instruments			
<i>(Total cost of investments and derivative financial instruments HKD633,252,402)</i>			
		613,597,840	99.46
Other net assets			
		3,316,492	0.54
		<hr/>	<hr/>
Net assets attributable to unitholders at 30 June 2025			
		616,914,332	100.00
		<hr/>	<hr/>

CMS Hang Seng Tech Index ETF
(A Sub-Fund of CMSAM(HK) Funds Series 1 OFC)

Statement of Movements in Investment Portfolio (Unaudited)
For the period from 28 March 2025 (date of inception) to 30 June 2025

	% of holdings as at 30 June 2025
Listed equities	
Hong Kong	99.46
	<hr/>
Total listed investments	99.46
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CMS Hang Seng Tech Index ETF
(A Sub-Fund of CMSAM(HK) Funds Series 1 OFC)

Performance Table (Unaudited)

Net asset value

	Dealing net asset value of the Sub-Fund* <i>HKD</i>	Dealing net asset value per share <i>HKD</i>
At the end of financial period		
30 June 2025	616,914,332	9.53

Highest and lowest net asset value per unit

	Highest net asset value per unit <i>HKD</i>	Lowest net asset value per unit <i>HKD</i>
Financial period		
For the period from 28 March 2025 (date of inception) to 30 June 2025	10.00	7.90

**The dealing net asset value of the Sub-Fund disclosed is calculated in accordance with the Trust's Prospectus.*

CMS Hang Seng Tech Index ETF
(A Sub-Fund of CMSAM(HK) Funds Series 1 OFC)

Management and Administration

Manager

CMS Asset Management (HK) Co., Limited
48/F One Exchange Square
8 Connaught Place
Central
Hong Kong

Company

CMSAM(HK) Funds Series 1 OFC
48/F One Exchange Square
8 Connaught Place
Central
Hong Kong

Custodian

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

Administrator

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

Registrar

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

Directors of the Manager

SHEN Yun
ZHOU Geng

Directors of the Company

CHEUNG Man Ling
HO Pui Sze

Legal Advisor

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

Auditor

KPMG
8th Floor, Prince's Building
10 Chater Road
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Hong Kong

Listing Agent

Altus Capital Limited
21 Wing Wo Street
Central
Hong Kong

Service Agent

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