

Product Risk Warning:

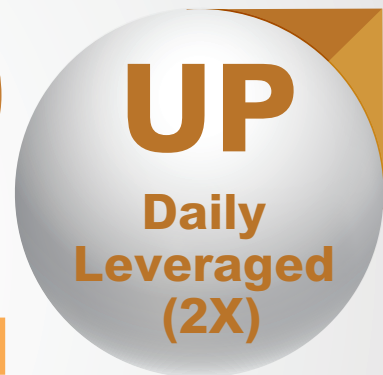
- ChinaAMC Direxion CSI 300 Index Daily (2x) Leveraged Product/ChinaAMC Direxion CSI 300 Index Daily (-1x) Inverse Product (collectively, "Products") are swaps-based leveraged/inverse products and are not suitable for all investors. **The Products only target sophisticated trading-oriented investors who understand the potential consequences of seeking daily leveraged / inverse results and the associated risks and constantly monitor the performance of their holdings on a daily basis.**
- The Products seeks to obtain the required exposure through swaps with different swap counterparties. The Products aim to provide daily investment results, before fees and expenses, which closely correspond to the leveraged (2x) / inverse (-1x) daily performance of the CSI 300 Index (the "Index").
- The Products do not seek to achieve their stated investment objectives over a period of time greater than one day.
- The Products are not intended for holding longer than one day as the performance of the Products over a longer period may deviate from and be uncorrelated to the leveraged/inverse performance of the Index over the period (e.g. the loss may be more than 2 times the decrease in the Index/-1 time the increase in the Index). The Products are designed to be used for short term trading or hedging purposes, and are not intended for long term investment.
- Investing in the leveraged product is subject to the general market risk of equity investment, its value will be fluctuated because of multiple factors, and both gains and losses will be magnified. Investing in the inverse products is different from taking a short position. Because of daily rebalancing, the return profile of the inverse products is not the same as that of a short position. Risk investment outcomes of the inverse products are the opposite of conventional investment funds. If the value of the Index increases for extended periods, the inverse products will likely lose most or all of their values.
- The Products also involve synthetic replication and counterparty risk, settlement risk, default risk, market risk, price movements risk, intraday counterparty risk, risk of increase in swap fees and early termination of swaps, derivative instrument investment risk, leveraged/inverse performance risk, risk of rebalancing activities, liquidity risk, intraday investment risk, currency risk, concentration risk, PRC market risk, risk of investment in debt securities and other funds, PRC tax risk, passive investment risk, trading risk, reliance on market maker risk, tracking error and correlation risk, volatility risk and termination risk.
- Swap counterparties of the Products may have daily capacity limits, when the limits are reached, the Products' ability to adjust the size of swaps for sufficient exposure to achieve their investment objectives may be adversely affected.
- Investment involves risks. Past performance is not indicative of future results, future returns are not guaranteed. Investors may be subject to substantial losses, and a loss of original capital may occur. Investors should not make any investment decision solely based on the information on this presentation alone. Please read the relevant offering documents for details including the risk factors (for example, the Products may be terminated in advance under certain circumstances) before making any investment decisions. If necessary, you should seek independent professional advice.



華夏基金(香港)
ChinaAMC (HK)

CHINAAMC DIREXION CSI 300 Index

7272



7373

Capturing both ups and downs in
China **A-shares** market



ChinaAMC Direxion CSI 300 Index Daily Leveraged & Inverse Products

UP

Bullish for the Near Term

Seek to provide the leveraged daily (up to 2X) performance of corresponding benchmark

DOWN

Bearish for the Near Term

Seek to provide the inverse daily (-1X) performance of corresponding benchmark

Daily (2X) Leveraged
Product: **7272**

+2X



Daily (-1X) Inverse
Product: **7373**

-1X

Grasp your opportunity in a bull market.

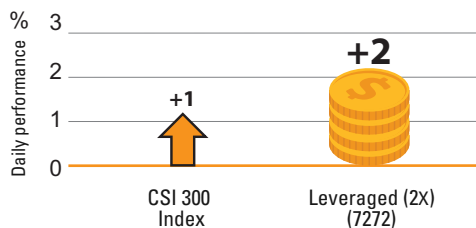


Take hold of your opportunity in a bear market.

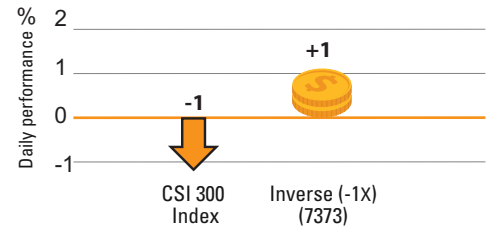
Leveraged Products seek to achieve a leveraged daily return (2X) of the benchmark's daily performance, before fees and expenses



Inverse Products seeks to achieve an inverse daily return (-1X) of the benchmark's daily performance, before fees and expenses



Note: For illustration only.



Note: For illustration only.

Why Choosing ChinaAMC Direxion CSI 300 Index Daily Leveraged & Inverse Products?

01

Comprehensive CSI 300 Products

ChinaAMC(HK) provides investors with an extensive suite of CSI 300 Index products, from physical Exchanged Traded Fund ("ETF"), to daily leveraged (2X) product and daily inverse (-1X) product.

Leveraged
(2X)
(7272)

Physical
A-Share
ETF

**ChinaAMC
CSI 300
Series**

The World's Largest CSI 300 ETF (Ex-China)

In 2012, ChinaAMC (HK) issued the ETF that tracks the CSI 300 Index. The AUM of that ETF is approximately RMB 120 billion and is the largest CSI 300 ETF globally (ex-China).

Source: Bloomberg as of 30 June 2020

Inverse
(-1X)
(7373)

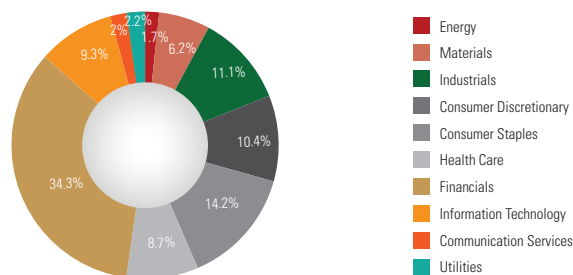
Features of CSI 300 Index

China's 300 Sector Leaders

Tracks 300 largest capitalization and most liquid stocks listed on Shanghai and Shenzhen Exchanges. Top 10 holdings include Ping An Insurance (Group) Company of China Ltd, Kweichow Moutai Co Ltd, China Merchants Bank Co Ltd, Jiangsu Hengrui Medicine Co Ltd, Wuliangye Yibin Co Ltd, Midea Group Co Ltd, Gree Electric Appliances, Inc. of Zhuhai, Industrial Bank, CITIC Securities Co Ltd, Inner Mongolia Yili Industrial Group Co Ltd.*

*Source: China Securities Index, data as of May 2020.

Sector Allocation Of The Index²

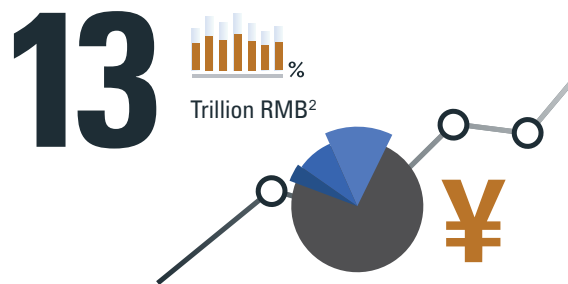


Due to rounding, the sum may not be equal to 100%.
²Source: China Securities index, data as of May 2020

Capture Structural Growth in China's Economy

China's economy is shifting from manufacturing-focused to consumption-and-service-driven market. Enticing investment themes include consumer upgrades, telecom infrastructure (e.g. 5G), and health care, etc. In the process of economic transformation, the fittest survives. Companies with substantial resources and pricing power are believed to be less vulnerable in different phases of the economic cycle. CSI 300 Index serves as an expansive representation of the leaders from a broad range of sectors and can seize investment opportunities arising from the restructuring.

Total Market Capitalization of CSI 300 Index



An Extensive Coverage of China A-Shares

CSI 300 Index is a diversified and broad representation of China's economy. It covers both new economy and traditional sectors, such as banks, brokers, insurance, consumption, information technology, health care, communication services, industrials, etc.



02

Partners with Direxion, among Top 2 Global Swap Based L&I ETFs issuers

Direxion scaled the heights of leverage and inverse (L&I) industry with its launch of US's first two CSI 300 Index daily (2X) leveraged and daily (-1X) inverse products in 2015.

Among the two leading global providers of L&I ETF products, DIREXION has unrivalled 12 years' experience in developing and managing swap-based ETFs. DIREXION had approximately USD 16 billion in assets under management up to June 2020.[#]

Source: Direxion as of June 2020



2008

Direxion launched its first pair of swap based L&I ETFs in U.S.

2015

Direxion launched the first CSI 300 L&I ETFs on NYSE in US market

2020

Direxion launched the first CSI 300 L&I products in Hong Kong with ChinaAMC(HK)

Daily Leveraged (2X) : 7272 HK
Daily Inverse (-1X) : 7373 HK



Product Key Facts

ChinaAMC Direxion CSI 300 Index Daily Leveraged & Inverse Products⁵

Stock code	Daily (2X) Leveraged Product 7272	Daily (-1X) Inverse Product 7373
Investment Goal	Provides daily investment results, before fees and expenses, which closely correspond to twice (2x) the Daily performance of the CSI 300 Index. The Product does not seek to achieve its stated investment objective over a period of time greater than one day.	Provides daily investment results, before fees and expenses, which closely correspond to the inverse (-1x) of the daily performance of the CSI 300 Index. The Product does not seek to achieve its stated investment objective over a period of time greater than one day.
Management Fee	0.99% p.a.	
Underlying Index	CSI 300 Index ¹	
Underlying Asset	Swap Contract	
Exchange Listing	Stock Exchange of Hong Kong – Main Board	
Distribution Policy	No regular distributions or dividends will be paid	
Manager	China Asset Management (Hong Kong) Limited	
Trustee and Registrar	HSBC Institutional Trust Services (Asia) Limited	

About ChinaAMC (HK)

China Asset Management Company Limited ("ChinaAMC"), one of the China's leading asset management companies, manages over one trillion HKD of assets on behalf of over 100 million investors in mainland China². ChinaAMC(HK) is incorporated in September 2008 and is a wholly-owned subsidiary of ChinaAMC. We are one of the first Chinese asset management firms in Hong Kong. ChinaAMC(HK) upholds the tradition to provide comprehensive investment solutions and serve investors in Hong Kong to the best of our abilities.

With over a decade of diversified development, ChinaAMC(HK) is currently managing over 50 billion HKD³ with an extensive range of product lines including, ETF, equities, money market fund, hedge fund, AI strategy, and Funds of Funds (FOF). We are grateful for the industry rewards received over the years which reflect investors' recognition. Our core investment philosophy comprises a disciplined investment process and in-depth research for potential alpha generation, whereas ChinaAMC ETFs aim to offer asset allocation solutions for overseas investors. ChinaAMC is committed to sustainable investment. We believe that by incorporating social responsibilities, environmental protection, and corporate governance into our investment and business practices, we can yield long-term superior return and achieve better risk management. ChinaAMC was the first Chinese asset manager who signed for "the Principle for Responsible Investment" supported by the United Nations and this marked a crucial step of ChinaAMC's internationalization.

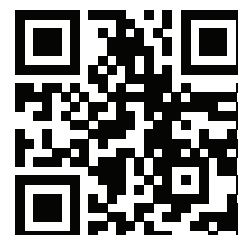
¹CSI Index Disclaimer. All rights in the CSI 300 Index ("Index") vest in China Securities Index Company ("CSI"). "CSI 300®" is a trade mark of CSI. CSI does not make any warranties, express or implied, regarding the accuracy or completeness of any data related to the Index. CSI is not liable to any person for any error of the Index (whether due to negligence or otherwise), nor shall it be under any obligation to advise any person of any error therein. The Fund based on the Index is in no way sponsored, endorsed, sold or promoted by CSI and CSI shall not have any liability with respect thereto.

²Source: ChinaAMC, data as of 31 December 2019, total AUM of mutual fund. (approximately 1,185 billion RMB).

³Source: ChinaAMC and ChinaAMC(HK), data as of end of December 2019.

⁴The website has not been reviewed by the SFC.

⁵Please refer to the prospectus for more details, including risk factors.



More about ChinaAMC Direxion
CSI 300 L&I Products



Important note: The products have been authorized by the Securities and Futures Commission ("SFC"). Authorization by the SFC does not imply official recommendation. This material is for reference only and does not constitute an offer or suggestion of any transaction in any products. Issuer: China Asset Management (Hong Kong) Limited. This material has not been reviewed by the Securities and Futures Commission. Please refer to the offering documents for CSI 300 Index disclaimer.

37/F Bank of China Tower, 1 Garden Road, Central, Hong Kong
www.chinaamc.com.hk⁴ WeChat: ChinaAMC_HK

Tel: (852) 3406 8688 Email: invest@chinaamc.com