

ChinaAMC (HK) received approval for the first retail tokenized fund in APAC

Investment involves risks, including the loss of principal. The price of units or shares of the Funds may go up as well as down. Past performance is not indicative of future results. The value of the Funds can be extremely volatile and could go down substantially within a short period of time. You should read the Fund's Prospectus and Product Key Facts Statement for details, including risk factors. Investors should not base investment decisions on this marketing material alone. Please note:

- ChinaAMC HKD Digital Money Market Fund (the "Fund") seeks to achieve its objective by investing in short-term deposits and high quality money market instruments to achieve long-term return in Hong Kong Dollars in line with prevailing money market rates, with primary considerations of both capital security and liquidity. There can be no assurance that the Fund will achieve its investment objective.
- Due to the offering of tokenized share class(es), the Fund is subject to blockchain technology risk, digital asset security risk, cybersecurity risks, delay risk, regulatory risk, regulatory risk, potential challenges in application of existing laws, operational and technical risk, risk associated with virtual asset trading platforms.
- Investment in money market instruments involves short-term fixed income and debt securities risk, volatility and liquidity risk, credit risk, interest rate risk, credit rating risk, valuation risk, downgrade risk, sovereign debt risk and credit rating agency risk.
- The Fund is an investment fund and not a bank deposit.
- Investment in short-term deposits is subject to the credit risks of the financial institutions that offer such deposits.
- The Fund will invest primarily in HKD-denominated instruments and may be concentrated in the Greater China Market. The value of the Fund may be more volatile than that of a fund having a more diverse portfolio of investments.
- Certain investments acquired by the Fund are denominated in currencies different from its base currency. The NAV of the Fund may be affected by exchange rates and changes in exchange rate controls.
- The Fund will invest in emerging markets, which involves risks associated with emerging market, greater liquidity, currency, political, tax, economic, foreign exchange, liquidity, legal and regulatory risks.
- RMB is not freely convertible and is subject to exchange controls and restrictions. Any depreciation of RMB could adversely affect the value of the Fund. Payment of redemptions and/or dividend in RMB may be delayed due to exchange controls and restrictions.
- The Fund may acquire FDIs for hedging purpose. The price of a derivative instrument can be very volatile and involves counterparty risk. In adverse situations, such hedging may become ineffective and the Fund may suffer significant losses.

HONG KONG – February 13, 2025

China Asset Management (Hong Kong) ("ChinaAMC (HK)") received an approval from the SFC for its ChinaAMC HKD Digital Money Market Fund ("the Fund"), which is expected to debut by the end of February. The Fund is the first retail tokenized fund in the APAC region, offering investors a unique avenue to earn Hong Kong dollar yields through a blockchain-based vehicle.

This Fund comes after the SFC's Circular on the tokenization of SFC-authorized investment products issued in November 2023. The Fund aims to provide investors with diversified exposure in response to the rising demand for innovative investment opportunities. Through the integration of blockchain technology, it expands access to on-chain offerings with transparent and secure settlement on a scalable public permissioned blockchain.

"This milestone represents a major step forward in our Web 3.0 strategy, with tokenization being a major focus," said Tian Gan, CEO of ChinaAMC (HK). "By leveraging tokenization, the Fund provides investors with transformative benefits: blockchain-based ownership issuance, and transparent settlement. We thank Standard Chartered for enabling interoperability between digital and traditional markets for the Fund. Tokenized securities have the power to redefine capital markets globally, and the Fund showcases how digitization is making traditional financial products more accessible."

The collaboration with Standard Chartered is a crucial aspect of this initiative. Standard Chartered serves as the Tokenization Agent, Digital Platform Operator, and Token Custodian, in addition to the traditional Fund Administration and Fiduciary services. The Fund will be tokenized through Libeara, an SC Ventures incubated tokenization platform.

Mary Huen, CEO, Hong Kong and Greater China & North Asia, Standard Chartered, said, “We are pleased to support ChinaAMC (HK) in launching the first tokenized retail money market fund in Asia Pacific in the near future, marking another milestone in the development of Hong Kong as a global digital assets hub. Standard Chartered believes that digital assets are fundamentally transforming the ecosystem of the financial markets. We are dedicated to meeting our clients’ needs in seizing the current huge opportunities.”

About ChinaAMC (HK):

Established in 2008, China Asset Management (Hong Kong) Limited ("ChinaAMC (HK)") is a leading Chinese asset manager in Hong Kong. The company is a wholly owned subsidiary of China Asset Management Co. Limited, one of the trusted asset managers and largest ETF provider in Mainland China with over USD 362 billion in assets under management as of December 31, 2024.

ChinaAMC (HK) has amassed an impressive performance history in both active and passive investments over the past 16 years. Boasting robust expertise in a variety of asset classes, such as Greater China equities, Asian and global fixed income, global ETF series, leverage and inverse products, crypto assets, as well as mandates and investment advisory services. ChinaAMC (HK) adopts a global outlook to build a versatile platform catering to institutional and retail investors in the region and worldwide. Committed to innovation and growth in the financial sector, ChinaAMC (HK) is actively expanding into the Web 3.0 space, exploring new investment opportunities in blockchain and decentralized finance technologies. All efforts align with their vision of being "Beyond China Expert".

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Tokenized classes of shares of the Fund are only offered in the primary market and there is no trading on any secondary markets.

Investment involves risk, including possible loss of principal. Past performance does not represent future performance. The information contained herein is for informational purposes only and does not constitute an offer or invitation to anyone to invest in any funds and has not been prepared in connection with any such offer. The material has been prepared and issued by China Asset Management (Hong Kong) Limited. This material has not been reviewed by the Securities and Futures Commission.