

## ChinaAMC (HK) Launches the First Tokenized Retail Fund in APAC

### ChinaAMC HKD Digital Money Market Fund

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, 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, 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.

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

HONG KONG – February 28, 2025

China Asset Management (Hong Kong) Limited ("ChinaAMC (HK)") today announced the launch of its first tokenized fund, the ChinaAMC HKD Digital Money Market Fund ("the Fund"). The Fund aims to invest mainly in HKD-denominated short-term deposits and high-quality money market instruments. This flagship product, which will be available through eligible distributors marks a significant milestone as the first retail tokenized fund in the APAC region, offering investors a more accessible, adaptable, and transparent way to engage with their investments.

#### Blockchain Enhanced Transparency

By leveraging blockchain technology, the Fund revolutionizes investment processes, ensuring critical information is readily accessible and verifiable by investors at any time, which enhances operational efficiency and elevates transparency.

**Expanded Distribution Channels**

The Fund expands distribution channels to include not only traditional qualified brokers and banks but also SFC-licensed Virtual Asset Trading Platforms (VATPs), reaching a broader base of investors and aligning with the evolving digital asset landscape.

**Forward-Looking Adaptability**

As the Project Ensemble initiated by the HKMA continues to support the development of Hong Kong's tokenization ecosystem, ChinaAMC (HK) looks forward to the gradual opening of secondary market trading for fund tokens. This development has the potential to enhance liquidity, enabling instant trade and settlement on a 24/7 basis. The Fund's forward-looking adaptability envisions seamless integration with the broader digital asset ecosystem, including digital monies such as stablecoins, tokenized deposits, and e-HKD. In collaboration with the HKMA and the SFC, we will continue to explore use cases for tokenized fund under Project Ensemble and other HKMA's sandboxes.

Tian Gan, CEO of ChinaAMC (HK), commented: "By bridging traditional finance and decentralized finance, the product is part of ChinaAMC (HK)'s commitment to innovation and align with broader industry trends toward tokenization. By harnessing blockchain technology, we not only provide an innovative and compliant investment solution but also equip investors with a future-ready platform for the next generation of financial products."

Mary Huen, CEO of Hong Kong and greater China & North Asia at Standard Chartered, commented: "Through financial innovation, Standard Chartered is pleased to support ChinaAMC (HK) in launching the first tokenized retail fund in Asia Pacific, bringing a pioneering investment product to the market. We are dedicated to combining Standard Chartered's strengths in both traditional banking services and financial technology, in order to help clients seize the opportunities in the fast-growing digital asset market, while accelerating the development of Hong Kong into a leading global digital assets hub."

Gary Tiu, Executive Director & Head of Regulatory Affairs of OSL, commented: "The launch of the ChinaAMC HKD Digital Money Market Fund marks a significant advancement for Hong Kong's financial market. As a regulated platform and proud distributor, OSL is thrilled to be part of this innovative project. By leveraging our digital asset expertise and partnership network, retail investors can efficiently access this innovative product directly through OSL or indirectly through our partner brokers."

Peter Lok, Chairman of the board at Solomon JFZ (Asia) Holdings Limited, commented: "Solomon is honored to act as one of the first distributors for ChinaAMC (HK) in the launch of

Asia-Pacific’s first retail tokenized fund. This groundbreaking initiative showcases the rapid evolution of blockchain technology within financial markets, offering investors a secure and transparent gateway to access digital assets. Leveraging our extensive expertise in distributing innovative financial products and our expansive network, we are confident in successfully promoting this milestone fund and accelerating the adoption of tokenized investment solutions with ChinaAMC (HK) and Standard Chartered across the Asia-Pacific region.”

<b>Fund overview</b>	
Fund name	ChinaAMC HKD Digital Money Market Fund
Inception date	28/02/2025
Domicile	Hong Kong
Base currency	HKD
Share class currency	HKD, USD, RMB
Management fee	Class A: 0.15% per annum
Minimum subscription	Class A: HKD 10; RMB 10; USD 1
ISIN code	Class A HKD: HK0675AHK002
Fund manager	China Asset Management (Hong Kong) Limited
Custodian	Standard Chartered Trustee (Hong Kong) Limited
Tokenization Agent, Token Custodian and Administrator	Standard Chartered Bank (Hong Kong) Limited

**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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