

香港聯合交易所有限公司

(香港交易及結算所有限公司全資附屬公司)

THE STOCK EXCHANGE OF HONG KONG LIMITED

(A wholly-owned subsidiary of Hong Kong Exchanges and Clearing Limited)

通告 CIRCULAR

**Subject: PROPOSED CESSATION OF TRADING, COMPULSORY REDEMPTION AND TERMINATION OF THE TERMINATING SHARE CLASS, VOLUNTARY DEAUTHORISATION AND DELISTING - DB X-TRACKERS II AUSTRALIAN DOLLAR CASH UCITS ETF* (*THIS IS A SYNTHETIC ETF)
(STOCK CODE: 3026) (THE "SUB-FUND)**

Enquiry: Participant General Enquiry Hotline (Tel : 2840 3626 E-mail : trd@hkex.com.hk)

Exchange and CCASS Participants are requested to note that db x-trackers II has issued an Announcement on [HKEXnews.hk](http://www.hkexnews.hk) (<http://www.hkexnews.hk/listedco/listconews/SEHK/2017/0426/LTN20170426371.pdf>) concerning the proposed cessation of trading, compulsory redemption and termination of the terminating share class, voluntary deauthorisation and delisting of the Sub-Fund, and the waivers from strict compliance with a provision of the Code on Unit Trusts and Mutual Funds (the "Announcement").

Capitalized terms used herein shall have the same meanings set out in the Announcement unless the context otherwise requires.

According to the Announcement, the expected Last Trading Day of the Hong Kong Shares of the Sub-Fund on The Stock Exchange of Hong Kong Limited (the "SEHK") will be 26 May 2017, after which the Hong Kong Shares of the Sub-Fund will no longer be traded on the SEHK. The expected Deauthorisation and Delisting Date of the Sub-Fund will be on or around 31 October 2017.

Upon Deauthorisation and Delisting of the Sub-Fund, the Sub-Fund will no longer be subject to Hong Kong regulation by the Securities and Futures Commission (the "SFC") nor recognized as the eligible securities in Central Clearing and Settlement System ("CCASS") by Hong Kong Securities Clearing Company Limited ("HKSCC").

Exchange and CCASS Participants should inform and liaise with their clients as soon as possible to take any appropriate action(s). Potential course of action(s) to be taken by investors on or before the Last Trading Day are briefly mentioned below.

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Potential actions to be taken by investors on or before the Last Trading Day

1. Trading of Hong Kong Shares of the Sub-Fund on the SEHK

On any trading day up to and including the Last Trading Day (i.e. from now up to and including 26 May 2017), an investor may continue to buy or sell Hong Kong Shares of the Sub-Fund on the SEHK in accordance with the usual trading arrangements currently in place during the trading hours of the SEHK and based on the prevailing market prices. The market maker of the Sub-Fund (i.e. Deutsche Securities Asia Limited) will continue to provide liquidity in accordance with the Trading Rules of the SEHK to facilitate the trading of Hong Kong Shares of the Sub-Fund on SEHK. These Exchange Trades will be cleared inside CCASS and automatically settled on a Continuous Net Settlement (CNS) basis as usual unless they are isolated from the CNS System by the counterparty Exchange Participants at the time of trade or isolated from the CNS System by HKSCC, in which case such trades will be settled on a trade-for-trade (TFT) basis.

2. Proposed Compulsory Redemption of the Terminating Share Class

The investments attributable to the Terminating Share Class will be liquidated and the outstanding Shares in the Terminating Share Class will be compulsorily redeemed on 6 June 2017.

The Shareholders of the Hong Kong Shares based on the names appearing on the records of the CCASS (the "Relevant Shareholders") will be entitled to the payment of Redemption Proceeds resulting from Compulsory Redemption as at the Hong Kong Record Date (i.e. At close of business on 1 June 2017). The Redemption Proceeds resulting from Compulsory Redemption (converted into HKD) to each Relevant Shareholder is expected to be paid to the accounts of its financial intermediary or stockbroker maintained with CCASS on or before 20 June 2017.

IMPORTANT NOTES: If Shareholders dispose of their holdings in the Hong Kong Shares of the Sub-Fund at any time on or before the Last Trading Day, they will not, in any circumstances, be entitled to any portion of the Redemption Proceeds or any further amount payable resulting from the Compulsory Redemption in respect of any such Shares so disposed. Investors should exercise caution and consult with their professional and financial advisers before dealing in the Hong Kong Shares of the Sub-Fund or otherwise deciding on any course of action to be taken.

Exchange/CCASS Participants are urged to:

- forward a copy of the Announcement to their clients holding Hong Kong Shares of the Sub-Fund, and inform them of the contents of the Announcement as soon as possible;
- assist their clients who want to dispose of Hong Kong Shares of the Sub-Fund on or before the Last Trading Day; and

- inform their clients as soon as possible if any earlier dealing deadline, additional fees or charges, and/or other terms and conditions will be applicable in respect of the provision of their services in connection with any disposal of Hong Kong Shares of the Sub-Fund.

For further information on the Announcement, please contact RBC Investor Services Trust Hong Kong Limited (the “Hong Kong Representative”) directly by calling (852) 2978 5656.

Trading in the ETF(s) may not be suitable for all members of the public. Exchange Participants should advise their clients to carefully consider whether trading in the ETF(s) is/are appropriate for them in light of their understanding of the product nature and characteristics, their own investment objectives, skills and experience, financial resources, risk tolerance and other relevant circumstances prior to making any decision.

Further information such as the prospectus and other documents issued by the manager is available on the [HKEXnews website](#) and on the [ETF webpage](#)

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