

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, Termination, Voluntary Deauthorisation and Delisting**

- Value Japan ETF (Stock Code: 3084)
 - Value Korea ETF (Stock Code: 3041)
 - Value Taiwan ETF (Stock Code: 3060)
- (Each a “Sub-Fund”, collectively the “Sub-Funds”)

Enquiry: **Participant General Enquiry Hotline¹ (Tel : 2840 3626 E-mail : trd@hkex.com.hk)**

Exchange and CCASS Participants are requested to note that Sensible Asset Management Hong Kong Limited (the “Manager”) has issued an Announcement and Notice on HKEXnews.hk (<https://www1.hkexnews.hk/listedco/listconews/sehk/2019/1114/2019111401417.pdf>) concerning the proposed cessation of trading, termination, voluntary deauthorisation and delisting and waiver from strict compliance of certain provisions of the Code on Unit Trusts and Mutual Funds (the “Announcement and Notice”).

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

According to the Announcement and Notice, the expected Last Trading Day of the Units in the Sub-Funds on The Stock Exchange of Hong Kong Limited (the “SEHK”) will be 16 December 2019, after which the Sub-Funds will no longer be traded on the SEHK. The expected Deauthorisation and Delisting of the Sub-Funds will be on or shortly after 17 February 2020.

Upon Deauthorisation and Delisting of the Sub-Funds, the Sub-Funds 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.

¹ All calls to and from the Participant General Enquiry Hotline may be recorded. HKEX Privacy Policy Statement is available [here](#).

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

1. **Trading on the SEHK on any trading day up to (and including) the Last Trading Day (i.e. from now up to and including 16 Decemeber 2019)**

On any trading day up to (and including) the Last Trading Day, an investor may continue to buy or sell its Units in the Sub-Funds on the SEHK in accordance with the usual trading arrangements, during the trading hours of the SEHK and based on the prevailing market prices. The market makers of the Sub-Funds (collectively the “Market Makers”) will continue to perform its market making functions in accordance with the Rules of the Exchange. 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. **Holding Units after the Last Trading Day**

For Relevant Investors who are still holding Units in the Sub-Funds after the Last Trading Day (the “Relevant Investors”), the Manager will, after having consulted the Trustee and the Sub-Funds’ auditors, declare the Distribution in respect of such Relevant Investors. Each Relevant Investor will be entitled to a Distribution of an amount equal to the relevant Sub-Fund’s then Net Asset Value in proportion to the Relevant Investor’s interests in that Sub-Fund as at the Distribution Record Date. (i.e. By close of business on 20 December 2019).

The Distribution payable to each Relevant Investor is expected to be paid on or around 30 December 2019. The Manager will issue a further announcement to inform the Relevant Investors of the exact day of payment of the Distribution, together with the amount of Distribution per Unit in respect of the relevant Sub-Fund in due course.

IMPORTANT NOTES: If an investor disposes of its Units in the Sub-Funds at any time on or before the Last Trading Day, such investor will not in any circumstances be entitled to any portion of the Distribution, further distribution (if any) or any further distribution in respect of any Units so disposed. Investors should therefore exercise caution and consult their professional and financial advisers before dealing in their Units in the Sub-Funds or otherwise deciding on any course of actions to be taken in relation to their Units in any of the Sub-Funds.

Exchange/CCASS Participants are urged to:

- forward a copy of the Announcement and Notice to their clients holding Units in any or all of the Sub-Funds, and inform them of the contents of the Announcement and Notice as soon as possible; facilitate their clients who want to dispose of Units in the Terminating Sub-Fund on or before the Last Trading Day;
- facilitate their clients who want to dispose of Units in any or all of the Sub-Funds 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 Units in the Sub-Funds.

If you have any questions in relation to the contents of this Announcement and Notice, please direct them to your stockbrokers or financial intermediaries or contact the Manager by calling (852) 2143 0628 during office hours which are from 9:00 a.m. to 6:00 p.m. (except Hong Kong statutory holidays), or visiting the website <https://www.valueetf.com.hk>.

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 [ETP webpage](#).

**Olivia Mak
Senior Vice President
Cash Trading
Markets Division**