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SFC authorisation is not a recommendation or an endorsement of the Trust (as defined below) and the Sub-Fund (as defined below) nor does it guarantee the commercial merits of the Trust and the Sub-Fund or their performance. It does not mean the Trust and the Sub-Fund are suitable for all investors nor is it an endorsement of their suitability for any particular investor or class of investors.

This notice is important and requires your immediate attention. If you are in doubt about the contents of this notice, you should consult your financial planner, bank manager, solicitor, accountant or other professional adviser.

Ping An of China Trust (the “Trust”)

Ping An of China CSI HK Dividend ETF (Stock Code: 3070) (the “Sub-Fund”)

Notice to Unitholders

**Issued by
Ping An of China Asset Management (Hong Kong) Company Limited
(as the Manager)**

**Addition of USD Counter
Change of Chinese stock short name of HKD counter
Update of Trading Arrangement – Market Maker Obligations**

All capitalised terms in this notice shall have the same meaning as in the Prospectus of the Trust and the Sub-Fund (the “Prospectus”) dated 7 December 2023 as amended from time to time, unless otherwise stated.

1. Addition of USD Counter and Change of Chinese stock short name of HKD counter

The Units of the Sub-Fund (the “Units”) are currently denominated in Hong Kong dollars (“HKD”) and traded in HKD. Ping An of China Asset Management (Hong Kong) Company Limited, the Manager of the Trust and the Sub-Fund (the “Manager”), wishes to inform Unitholders of the Sub-Fund that the Manager has been granted approval by The Stock Exchange of Hong Kong Limited (the “SEHK”) for the Units to be available for trading on the SEHK and deposit, clearing and settlement in the Central Clearing and Settlement System (“CCASS”) under a multi-counter arrangement with the addition of a USD counter from 16 September 2024 (the “Effective Date”) onwards. As such, Units will, from the Effective Date, be traded on the SEHK in HKD and USD.

A. Multi-counter model

Investors should note that Units are denominated in the Base Currency of the Sub-Fund, which is HKD, and the creation of new Units and redemption of Units in the primary market are settled in the Base Currency. By virtue of the multi-counter arrangement, the Sub-Fund will offer two trading counters on the SEHK (i.e. HKD counter and USD counter) to investors for secondary trading purposes. Units traded in HKD counter will be settled in HKD; and Units traded in USD counter will be settled in USD. Apart from settlement in different currencies, the trading prices of Units in different counters may be different as each counter is a distinct and separate market.

In the primary market, Units created and issued pursuant to a Creation Application may be deposited in CCASS as HKD traded Units or USD traded Units initially. A Participating Dealer may, subject to arrangement with the Manager, elect to CCASS to have Units deposited in either of the two counters. Units redeemed pursuant to a Redemption Application may be withdrawn from any trading counter (i.e. HKD or USD trading counter). Units of both counters may be redeemed by way of a Redemption Application through a Participating Dealer.

Notwithstanding a multi-counter being adopted, (a) Units traded on both counters are of the same class with the same rights attached thereto and all Unitholders of all these counters are treated equally; (b) all cash Creation Applications must be made in the Base Currency; and (c) any cash proceeds received by a Participating Dealer in a cash Redemption Application shall be paid only in the Base Currency. In-kind creations and redemptions are still available in the manner described in the Prospectus and will be unaffected by the multi-counter arrangement.

The board lot size for each counter are the same, being 100 Units.

Investors should note that each Unitholder will receive distributions in HKD only (whether they are holding HKD or USD traded Units).

B. Stock codes and stock short names

The USD counter will, from the Effective Date, have a stock code, an English stock short name, a Chinese stock short name and an ISIN number as 9070, PING AN HKDIV-U, 平安香港高息-U and HK0001047775 respectively.

The Chinese stock short name of the HKD counter will be changed from “平安香港高息股” to “平安香港高息” with effect from the Effective Date. The stock code, English stock short name and ISIN number of the HKD counter remain unchanged.

C. Inter-counter transfer

Normally, investors can buy and sell Units traded in the same counter or alternatively buy in one counter and sell in another counter provided their brokers provide HKD and USD trading services at the same time and offer inter-counter transfer services to support multi-counter trading. Inter-counter buy and sell is permissible even if the trades take place within the same trading day. However, investors should note that the trading price of Units traded in different counters may be different and may not always maintain a close relationship depending on factors such as market demand and supply and liquidity in each counter.

Investors should consult their brokers if they have any questions concerning fees, timing, procedures and the operation of the multi-counter arrangement, including inter-counter transfers.

D. Market making

As with all exchange traded funds listed on the SEHK, the Manager will use its best endeavours to put in place arrangements so that there is at all times at least one market maker for each available counter (although this may be the same market maker). The Manager will also use its best endeavours to put in place arrangements so that at least one market maker per counter gives not less than 3 months' notice prior to terminating market making under the relevant market making agreement.

For a list of the market makers for each counter, please refer to the website <http://www.hkex.com.hk>.

E. Risk factors

Multi-counter risks

The relative novelty of the multi-counter for exchange traded funds may make investment in the Units riskier than in single counter units or shares of an SEHK listed issuer, for example, where for some reason there is a settlement failure on an inter-counter transfer if the Units of one counter are delivered to CCASS at the last settlement on a trading day, leaving not enough time to transfer the Units to the other counter for settlement on the same day.

In addition, where there is a suspension of the inter-counter transfers of Units between the HKD counter and the USD counter due to, for example, operational or systems interruption, Unitholders will only be able to trade their Units in the currency of the relevant counter. Accordingly it should be noted that the inter-counter transfers may not always be available.

There is a risk that the market price on the SEHK of Units traded in HKD may deviate significantly from the market price on the SEHK of Units traded in USD due to market liquidity, supply and demand in each counter and the exchange rate between the HKD and the USD. The trading price of HKD traded Units or USD traded Units is determined by market forces and so will not be the same as the trading price of Units multiplied by the prevailing rate of foreign exchange. Accordingly when selling Units traded in HKD or buying Units traded in HKD, an investor may receive less or pay more than the equivalent amount in USD if the trade of the relevant Units is in USD and vice versa. There can be no assurance that the price of Units in each counter will be equivalent.

Investors without USD accounts may buy and sell HKD traded Units only. Such investors will not be able to buy or sell USD traded Units.

It is possible that some brokers and CCASS participants may not be familiar with and may not be able to (i) buy Units in one counter and to sell Units in the other, (ii) carry out inter-counter transfers of Units, or (iii) trade Units in both counters at the same time. In such a case another broker or CCASS participant may need to be used. Accordingly this may inhibit or delay an investor dealing in both HKD traded and USD traded Units and may mean investors may only be able to sell their Units in one currency. Investors are recommended to check the readiness of their brokers in respect of the multi-counter trading and inter-counter transfer.

Investors should also refer to the Prospectus for further risks associated with the multi-counter arrangement.

Other currency distributions risk

Investors should note that all Units will receive distributions in the Base Currency (HKD) only. As such, the Unitholder may have to bear the fees and charges associated with the conversion of such distribution from HKD to USD or any other currency. The Unitholder may also have to bear bank or financial institution fees and charges associated with the handling of the distribution payment. Unitholders are advised to check with their brokers regarding arrangements for distributions.

Exchange rates movement risk

Investors whose assets and liabilities are predominantly in currencies other than the Base Currency should take into account the potential risk of loss arising from fluctuations in value between the Base Currency and the currency of the Units traded. There is no guarantee that the Base Currency will appreciate in value against any other currency, or that the strength of the Base Currency may not weaken. Accordingly, it is possible for an investor may enjoy a gain in terms of the Base Currency but suffer a loss when converting funds from the Base Currency into any other currency.

F. SEHK approval

The SEHK has granted its approval for admission for trading of the Units to the USD counter with effect from the Effective Date.

G. Stamp duty

No Hong Kong stamp duty is payable on the transfer (purchase or sale) of units of all exchange traded funds on the SEHK. No stamp duty is therefore payable on the transfer of Units (HKD or USD traded Units) on the secondary market.

H. Information on website

From the Effective Date, the product webpage of the Sub-Fund at <https://asset.pingan.com.hk/eng/3070> will be updated. This website has not been reviewed by the SFC. In particular the near real-time indicative Net Asset Value per Unit throughout each Dealing Day and the last Net Asset Value per Unit will also be provided in USD (in addition to HKD). The last Net Asset Value will continue to be provided in HKD only.

Please note that the near real time indicative Net Asset Value per Unit (in HKD and USD) and the last Net Asset Value per unit (in USD) are indicative and for reference only. The near real time indicative Net Asset Value per Unit in USD uses a real time exchange rate between the base currency (i.e. HKD) and the USD trading currency. It is calculated using the indicative Net Asset Value per Unit in HKD multiplied by the real time exchange rate provided by ICE Data Services for USD.

The last Net Asset Value per Unit (in USD) is calculated using the last Net Asset Value per Unit in the Base Currency (i.e. HKD) multiplied by the Reuters 9:00 a.m. (Hong Kong time) rate for USD for that Dealing Day.

I. General

The Trustee of the Trust, HSBC Institutional Trust Services (Asia) Limited, has no objection to the above changes.

The costs incurred in connection with the changes (including the costs of preparing the updated Prospectus and Product Key Facts Statement (“KFS”) as well as the legal fees in relation to the foregoing) will be borne by the Manager.

The Prospectus and the KFS will be updated to reflect the changes described above. The revised Prospectus and KFS will be published on the Manager’s website at <https://asset.pingan.com.hk/> (this website has not been reviewed by the SFC) and HKEX’s website at www.hkex.com.hk on the Effective Date.

2. Update of Trading Arrangement – Market Maker Obligations

Exchange participants are requested to note that the market making obligations in respect of market making orders of the HKD counter will be updated from Group C to Group B effective from 16 September 2024, details as set out in the below table.

		Grouping B	Grouping C
The maximum spread of two-sided market making orders entered by a market maker into the system (in percentage)		1.00%	2.00%
The minimum quote size of market making orders that are within the maximum spread (per side)	HKD	\$200,000	\$100,000
	RMB	\$170,000	\$85,000
	USD	\$25,000	\$12,500
The minimum period of time for which a market maker shall maintain a market making order after initially entering it into the system (in seconds)		1 second	1 second
The minimum participation rate of a market maker per trading day (in percentage)		80%	80%

If Exchange participants have any queries in relation to the trading arrangements of the Sub-Fund, please refer to HKEX's website at www.hkex.com.hk for the Market Making Arrangement and Market Making Obligation and Spread Table.

If you have any questions or require further information, please contact the Manager during normal working hours at Suite 2301, 23rd Floor, Two International Finance Centre, 8 Finance Street, Central, Hong Kong or by telephone at (+852) 3762 9228.

The Manager accepts responsibility for the information contained in this notice as being accurate at the date hereof.

Ping An of China Asset Management (Hong Kong) Company Limited
3 September 2024