

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: **Cessation of Trading, Termination, Voluntary Deauthorisation and Delisting
- HSBC CHINA DRAGON FUND (Stock Code: 820)
(the “Fund”)**

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

Exchange and CCASS Participants are requested to note that HSBC Global Asset Management (Hong Kong) Limited (the “Manager”) has issued an Announcement and Notice on HKEXnews.hk (<https://www1.hkexnews.hk/listedco/listconews/sehk/2024/1209/2024120900289.pdf>) concerning the cessation of trading, termination, voluntary deauthorisation and delisting and the non-applicability 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 Last Trading Day of the Units in the Fund on The Stock Exchange of Hong Kong Limited (the “SEHK”) will be 11 March 2025, after which the Fund will no longer be traded on the SEHK. The expected Deauthorisation and Delisting of the Fund will be on or around 17 November 2025.

Upon Deauthorisation and Delisting of the Fund, the 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”).

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

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.

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 11 March 2025)

On any trading day up to (and including) the Last Trading Day, an investor may continue to buy or sell its Units in the Fund on the SEHK in accordance with the usual trading arrangements, during the trading hours of the SEHK and based on the prevailing market prices. 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 Shares after the Last Trading Day

For the investors who are still holding Units in the Fund as of the Distribution Record Date (Relevant Investors), the Manager will, after having consulted with the Trustee, the Fund's Auditor and QFI Custodian for the available principle from its QFI Accounts, declare an Interim Distribution in respect of the Relevant Investors. The Interim Distribution payable to each Relevant Investor is expected to be paid on 26 March 2025.

The Manager expects to obtain PRC tax clearance in the third quarter of 2025. The Manager will declare a Final Distribution in respect of the Relevant Investors 7 days before the Final Distribution Date and such Final Distribution will be paid to the Relevant Investors on or around 12 August 2025.

The Manager currently does not expect that there will be any further distribution after the Final Distribution. Further Distribution is conditional and will only be payable if there is any refund further to the Final Distribution (as a result of any unexpected refund or fee adjustments further to the Final Distribution) and any receivables (for example, cash credit interests received after the Final Distribution). In the event if there is Further Distribution, the Manager will, after having consulted with the Trustee, and the Fund's Auditors, issue an announcement to confirm the amount of Further Distribution and the date of payment of Further Distribution on the Fund's and HKEX's website at least 7 business days prior to the day of the Further Distribution Date and such Further Distribution (if any) is expected to be payable around 13 November 2025 (or such other date to be announced). For the avoidance of doubt, there will be no such announcement if there is no Further Distribution.

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

Exchange/CCASS Participants are urged to:

- forward a copy of the Announcement and Notice to their clients holding Units in the Fund, 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 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 Units.

If you have any queries in relation to the contents of the Announcement and Notice, please direct them to your stockbrokers or financial intermediaries or contact the Registrar by calling their enquiry hotline at (852) 2862 8691 during normal business hours (Monday to Friday (excluding public holidays), from 9:00 a.m. to 6:00 p.m.) or contact the Manager in person at Level 22, HSBC Main Building, 1 Queen's Road Central, Hong Kong, or by calling: (852) 2284 1229, or emailing by hsbc.etf@hsbc.com.hk, or visiting the Manager's website: <https://www.assetmanagement.hsbc.com.hk/en/individual-investor/fund-centre/hk0820038419>.

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