

The Stock Exchange of Hong Kong Limited, Hong Kong Securities Clearing Company Limited, Hong Kong Exchanges and Clearing Limited and the Securities and Futures Commission (the “SFC”), take no responsibility for the contents of this Announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this Announcement. SFC authorisation is not a recommendation or an endorsement of the Trust, Financials ETF (as defined below) and Industrials ETF (as defined below) nor does it guarantee the commercial merits of the Trust, Financials ETF (as defined below) and Industrials ETF (as defined below) or their performance. It does not mean the Trust, Financials ETF (as defined below) and Industrials ETF (as defined below) are suitable for all investors nor is it an endorsement of their suitability for any particular investor or class of investors.

Further to the final distribution announcement dated 10 May 2016 (the “**Final Distribution Announcement**”), this Announcement is to inform Relevant Investors of the further distribution per Unit.

The Manager hereby announces that the amounts of the further distribution per Unit of the Financials ETF (as defined below) and Industrials ETF (as defined below) will be:

Terminating Investment Fund	Further distribution	Further distribution per Unit
Horizons S&P Asia ex JANZ Financials ETF	HK\$ 40,267.30	HK\$ 0.2013
Horizons S&P Asia ex JANZ Industrials ETF	HK\$ 32,687.75	HK\$ 0.1634

The further distribution will be credited to the CCASS accounts of the relevant financial intermediaries and stockbrokers through whom the Relevant Investors held the Units on 7 April 2016. It is expected that the Relevant Investors will receive the further distribution on or around 20 May 2016, but the exact timing may vary between different stockbrokers and financial intermediaries. Each Relevant Investor should therefore contact their stockbrokers or financial intermediaries in relation to the payment of the relevant further distribution from them.

The Manager will issue further announcements in relation to the Termination Date, as well as the dates for the delisting and deauthorisation as and when appropriate in accordance with the applicable regulatory requirements.

**IMPORTANT NOTES: Stockbrokers and financial intermediaries are urged to forward a copy of this Announcement to their clients holding Units in the Financials ETF (as defined below) and Industrials ETF (as defined below), and inform them of the contents of this Announcement as soon as possible. Relevant Investors should contact their stockbrokers and financial intermediaries in relation to the payment of the relevant further distribution from them.**

**Investors should exercise caution and consult with their professional and financial advisers before dealings in the Units or otherwise deciding on the course of actions to be taken in relation to their Units.**

**Horizons Exchange Traded Funds Series (the “Trust”)**  
(A Hong Kong umbrella unit trust authorised under Section 104 of the Securities and Futures Ordinance (Cap. 571) of the laws of Hong Kong)

**Horizons S&P Asia ex JANZ Financials ETF (Stock Code: 3064) (“Financials ETF”)**  
**Horizons S&P Asia ex JANZ Industrials ETF (Stock Code: 3075) (“Industrials ETF”)**

**FURTHER DISTRIBUTION ANNOUNCEMENT IN RESPECT  
OF FINANCIALS ETF AND INDUSTRIALS ETF**

Reference is made to the Announcement and Notice dated 29 February 2016 and entitled “Announcement and Notice of the Proposed Cessation of Trading, Termination, Voluntary Deauthorisation and Delisting and Waiver from Strict Compliance of Certain Provisions of the Code” (the “**First Announcement**”) and the Final Distribution Announcement, both issued by Mirae Asset Global Investments (Hong Kong) Limited (the “**Manager**”), the manager of the Trust, Financials ETF and Industrials ETF. Capitalised terms not defined in this Announcement shall have the same meanings as defined in the First Announcement or the Final Distribution Announcement.

The purpose of this Announcement is to inform the Relevant Investors of the further distribution of the Financials ETF and Industrials ETF. Relevant Investors, for the purpose of this Announcement, mean those investors who hold Units of the Financials ETF and Industrials ETF after the Last Trading Day, 1 April 2016, and remain so as at 7 April 2016, the Distribution Record Date.

**1. Further distribution**

As disclosed in the Final Distribution Announcement, a further distribution of the Financials ETF and Industrials ETF will be declared in respect of the Relevant Investors.

The Manager hereby announces that the amounts of the further distribution per Unit of the Financials ETF and Industrials ETF will be:

<b>Terminating Investment Fund</b>	<b>Further distribution</b>	<b>Further distribution per Unit</b>
Horizons S&P Asia ex JANZ Financials ETF	HK\$ 40,267.30	HK\$ 0.2013
Horizons S&P Asia ex JANZ Industrials ETF	HK\$ 32,687.75	HK\$ 0.1634

The further distribution per Unit of the Financials ETF and Industrials ETF was determined on the basis of the Net Asset Value per Unit and rounded down to 4 decimal places.

The further distributions comprise the payment to the Relevant Investors of the Cash in Foreign Currency which has been converted to Hong Kong dollars and Dividends Receivable by the Financials ETF and Industrials ETF after the final distribution. For the Financials ETF only, it further comprises the fair value of the Suspended Stock (see section 5 below).

Each Relevant Investor will be entitled to a further distribution of an amount equal to the relevant Terminating Investment Fund’s remaining Net Asset Value in proportion to the Relevant Investor’s interests in the relevant Terminating Investment Fund as at 19 May 2016 and rounded down to 4 decimal places.

The further distribution will be credited to the CCASS accounts of the relevant financial intermediaries and stockbrokers through whom the Relevant Investors held the Units on 7 April 2016. It is expected that the Relevant Investors will receive the further distribution on or around 20 May 2016, but the exact timing may vary between different stockbrokers and financial intermediaries. Each Relevant Investor should contact their stockbrokers or financial intermediaries in relation to the payment arrangements, including payment procedures and settlement date, of the relevant further distribution from them.

No tax will be payable by investors in Hong Kong in respect of the further distribution, except that Hong Kong profits tax may arise where the transactions giving rise to such distribution form part of a trade, profession or business carried on in Hong Kong.

**IMPORTANT NOTES: Stockbrokers and financial intermediaries are urged to forward a copy of this Announcement to their clients holding Units in the Financials ETF and Industrials ETF, and inform them of the contents of this Announcement as soon as possible. Relevant Investors should contact their stockbrokers and financial intermediaries in relation to the payment arrangements, including payment procedures and settlement date, of the relevant further distribution from them.**

Investors are strongly advised to read and consider the First Announcement and the Final Distribution Announcement together with the Prospectus, for further details in relation to the Trust, Financials ETF and Industrials ETF, the termination, deauthorisation and delisting and the applicable risk factors and their implications to investors.

## **2. Net Asset Value of Financials ETF and Industrials ETF**

Each of the Manager and the Trustee confirms that the Net Asset Value and Net Asset Value per Unit of the Financials ETF and Industrials ETF as at 18 May 2016 were as follows:

<b>Terminating Investment Fund</b>	<b>Net Asset Value</b>	<b>Net Asset Value per Unit</b>
Horizons S&P Asia ex JANZ Financials ETF	HK\$ 40,267.30	HK\$ 0.2013
Horizons S&P Asia ex JANZ Industrials ETF	HK\$ 32,687.75	HK\$ 0.1634

A simple breakdown of the Net Asset Values of the Financials ETF and Industrials ETF are as follows:

### **Horizons S&P Asia ex JANZ Financials ETF**

**As at 18 May 2016 (HK\$)**

<b>Assets</b>	
Cash and cash equivalents	40,267.30
<b>Total assets</b>	40,267.30
<b>Liabilities</b>	
<b>Total liabilities</b>	0
<b>Net Asset Value</b>	40,267.30
<b>Number of Units in issue</b>	200,000
<b>Net Asset Value per Unit</b>	0.2013
<b>Further distribution per Unit (i.e. Net Asset Value per Unit rounded down to 4 decimal places)</b>	0.2013

### **Horizons S&P Asia ex JANZ Industrials ETF**

**As at 18 May 2016 (HK\$)**

<b>Assets</b>	
Cash and cash equivalents	32,687.75
<b>Total assets</b>	32,687.75
<b>Liabilities</b>	
<b>Total liabilities</b>	0
<b>Net Asset Value</b>	32,687.75
<b>Number of Units in issue</b>	200,000

<b>Net Asset Value per Unit</b>	0.1634
<b>Further distribution per Unit (i.e. Net Asset Value per Unit rounded down to 4 decimal places)</b>	0.1634

### **3. Cash in Foreign Currency**

As disclosed in the Final Distribution Announcement, as at 9 May 2016, the Financials ETF and Industrials ETF held cash in US dollars (USD100.00), which had been converted from foreign currencies into Hong Kong dollars and would need to be credited to the relevant CCASS accounts for distribution to the Relevant Investors of the Financials ETF and Industrials ETF. The Industrials ETF further held cash in Thai Baht (THB 66,475.80) which would need to be converted into Hong Kong dollars and credited to the relevant CCASS accounts, for distribution to the Relevant Investors of the Industrials ETF.

The Cash in Foreign Currency has since been converted to Hong Kong dollars and/or credited to the relevant CCASS accounts and forms part of the further distribution.

### **4. Dividends Receivable**

As disclosed in the Final Distribution Announcement, as at 9 May 2016, the Financials ETF had Dividends Receivable to be paid on 11 May 2016, by Hong Kong Land Holdings Limited in US dollars. The Industrials ETF had Dividends Receivable to be paid on 11 May 2016 by Jardine Strategic Holdings Limited and Jardine Matheson Holdings Limited, securities listed in Singapore in US dollars.

The Dividends Receivable has since been paid, converted to Hong Kong dollars and credited to the relevant CCASS accounts, and forms part of the further distribution.

### **5. Treatment of Suspended Stock (Financials ETF only)**

As disclosed in the Final Distribution Announcement, as at 9 May 2016, the Financials ETF held Suspended Stocks which had, at the time, been suspended from trading on the Shanghai Stock Exchange, namely Shanghai Lujiazui Finance & Trade Zone Development Co Ltd (Shanghai Stock Exchange stock code: 900932 CH).

The Suspended Stock has not yet resumed trading on the Shanghai Stock Exchange and in accordance with the contingency plan set out in the Final Distribution Announcement, the Manager has on 16 May 2016, after trying unsuccessfully to sell the Suspended Stock on an over-the-counter (“**OTC**”) market via securities brokers at prices quoted by the brokers as the market price of such stocks on the relevant OTC market, purchased the Suspended Stock from the Financials ETF by paying the equivalent amount of the then fair value (i.e. at the time of purchase) of such Suspended Stock to the Financials ETF (“**Mirae Payment**”) in order that the Relevant Investors may receive the further distribution without further delay. Such fair value has been reviewed by the Manager in consultation with the Trustee, and the Mirae Payment forms part of the further distribution. For the avoidance of doubt, the gains/losses resulting from the liquidation of the Suspended Stock after the Mirae Payment will not be paid to or borne by the Financials ETF.

The purchase by the Manager of the Suspended Stock and the Mirae Payment amounted to a transaction between the Financials ETF and the Manager. Pursuant to Chapter 10.11 of the Code, the Manager obtained the Trustee’s written consent to the Mirae Payment and this transaction to ensure that it is carried out on behalf of Horizons S&P Asia ex JANZ Financials ETF at arm’s length.

### **6. Expenses in relation to the Financials ETF and Industrials ETF**

As mentioned in the First Announcement, the Manager will bear all costs and expenses associated with the termination of the Financials ETF and Industrials ETF (other than normal operating expenses such as transaction costs and any taxes relating to the liquidation of assets of the Financials ETF and Industrials ETF). No provision is set aside for such costs and expenses.

Please refer to the First Announcement for the subsequent events in relation to the Proposal. The Manager will update investors by further announcements as soon as practicable as to the timetable in relation to the Termination Date, as well as the dates for the delisting and deauthorisation as and when appropriate in accordance with the applicable regulatory requirements.

Investors should exercise caution and consult with their professional and financial advisers before dealings in the Units or otherwise deciding on the course of actions to be taken in relation to their Units.

Investors who are in doubt about the contents of this Announcement should contact their independent financial intermediaries or professional advisers to seek their professional advice, or direct their queries to the Manager by calling: (852) 2295 1500 during office hours (except Hong Kong statutory holidays), or visiting the Manager in person at Level 15, Three Pacific Place, 1 Queen's Road East, Hong Kong, or visiting the Manager's website: <http://www.horizonsetfs.com.hk><sup>1</sup>.

The Manager accepts full responsibility for the accuracy of the information contained in this Announcement and confirms, having made all reasonable enquiries, that to the best of its knowledge and belief, there are no other facts the omission of which would make any statement misleading.

**Mirae Asset Global Investments (Hong Kong) Limited**  
as Manager of the Financials ETF and Industrials ETF  
19 May 2016

---

<sup>1</sup> The website has not been reviewed by the SFC.