

**Hang Seng Investment Series
(the “Series”)**

**Hang Seng Index Fund
Hang Seng HSI Daily (1.5x) Leveraged Fund
(each a “Fund”, collectively the “Funds”)**

Notice to Unitholders

This document is important and requires your immediate attention. If you are in doubt about the contents of this document, you should seek independent professional advice.

Capitalized terms used herein but not otherwise defined will have the same meanings as defined in the Explanatory Memorandum of the Series and Term Sheets of the Funds.

Investors should note that all investments involve risks (including the possibility of loss of the capital invested), prices of fund units may go up as well as down and past performance is not indicative of future performance. Investors should read the relevant Funds’ offering documents (including the full text of the risk factors stated therein) in detail before making any investment decision.

SFC authorisation is not a recommendation or endorsement of the Funds nor does it guarantee the commercial merits of the Funds or their performance. It does not mean the Funds are suitable for all investors nor is it an endorsement of its suitability for any particular investor or class of investors.

Dear Unitholders

**Amendments to the Explanatory Memorandum of the Series,
Term Sheets and the Product Key Facts Statements of the Funds**

We, as the Manager of the Series and Funds, are writing to inform you that with effect from the date of this document, certain amendments have been made to the Explanatory Memorandum of the Series, Term Sheets and Product Key Facts Statements of the Funds to reflect (i) reduction of the rate of Stamp Duty on Hong Kong Stock Transfers; (ii) the changes to the underlying Index of the Funds as mentioned in the Notice to Unitholders dated 3 November 2023; and (iii) other miscellaneous amendment.

In relation to (i) above, according to the Stamp Duty (Amendment) (Stock Transfers) Bill 2023, the rate of Stamp Duty on Hong Kong Stock Transfers has been reduced from 0.13 per cent to 0.1 per cent with effect from 17 November 2023.

Please refer to the “Amendments to the Explanatory Memorandum of the Series and Term Sheets of the Funds” enclosed for details. The updated Product Key Facts Statements of the Funds will be available at the Manager’s website at www.hangsenginvestment.com (this website has not been reviewed by the SFC) from the date of this document.

If you have any queries concerning the above, please contact us at (852) 2198 5890 during office hours.

We accept full responsibility for the accuracy of the contents of this document as at the date of its publication.

Hang Seng Investment Management Limited
4 December 2023

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Amendments to the Explanatory Memorandum of the Series and Term Sheets of the Funds

The following amendments have been made to the Explanatory Memorandum of the Series and Term Sheets of the Funds with effect from the date of this document. These amendments form part of and should be read in conjunction with the Explanatory Memorandum of the Series and Term Sheets of the Funds.

Explanatory Memorandum of the Series

TAXATION AND REGULATORY REQUIREMENTS

- (a) The last paragraph in the section headed “**Hong Kong**” has been deleted in its entirety and replaced by the following:

“Under present Hong Kong law and practice:-

- (i) there is generally no capital gains tax in Hong Kong on the sale, transfer, redemption or other disposal of Units, save and except that where a person is or is deemed as carrying on a trade, profession or business in Hong Kong, gains or profits (if any) on the sale, transfer, redemption or other disposal of Units may be treated as normal trading receipts from that trade, profession or business and thus attracts Hong Kong profits tax;
- (ii) distributions to Unitholders are not subject to deduction of withholding taxes; and
- (iii) as the Register is maintained in Hong Kong, the transfer of Units by Unitholders to others may normally be subject to stamp duty in Hong Kong, depending on the mode and circumstances of the transfer (e.g. whether the transfer involves a change in beneficial ownership). The current rate of Hong Kong stamp duty, if applicable, is 0.2 per cent (of which 0.1 per cent is payable by the transferor and 0.1 per cent is payable by the transferee) of the value of consideration (if any) or market value of the Units, whichever is higher. In addition, stamp duty is payable at the fixed rate of HK\$5 on each instrument of transfer (if any) executed in relation to any transfer of Units. Nevertheless, subscription of Units/switching into Units effected through allotment of new Units and redemption/switching out effected through cancellation of Units respectively will normally not be subject to stamp duty in Hong Kong.”

Term Sheet of Hang Seng Index Fund

Appendix 1 - The Hang Seng Index (the "Index")

1. The paragraph in the section headed "**Universe**", has been deleted in its entirety and replaced by the following:

"Constituents of the Hang Seng Composite LargeCap & MidCap Index as of index review data cut-off date; excluding secondary-listed foreign companies, stapled securities and biotech companies with stock names ended with marker "B" and specialist technology companies with stock names ended with marker "PC"."

2. The sub-section "*Geographical Requirement*" under the section headed "**Eligibility Criteria**" has been deleted entirely.
3. In the section headed "**Constituent Selection**", the last paragraph under the sub-section headed "*Considerations of deciding the constituent number of each industry group*" has been deleted in its entirety and replaced by the following:

"The Index will also maintain at least 20 constituents that are classified as "Hong Kong" Companies and this number will be reviewed at least every two years."

4. In the section headed "**Constituent Selection**", the sub-section headed "*Number of Constituents*" has been deleted in its entirety and replaced by the following:

"Reached 82 and is ultimately targeted to fix at 100."

5. The paragraph in the section headed "**Index Calculation**", has been deleted in its entirety and replaced by the following:

"The Index adopts a freefloat-adjusted market capitalisation weighted methodology with a 8% cap on individual non-foreign companies constituent, 4% cap on individual foreign companies constituent and 10% cap on aggregate foreign companies constituents."

Term Sheet of Hang Seng HSI Daily (1.5x) Leveraged Fund

Appendix 2 - The Hang Seng Index (the "Index")

1. The paragraph in the section headed "**Universe**", has been deleted in its entirety and replaced by the following:

"Constituents of the Hang Seng Composite LargeCap & MidCap Index as of index review data cut-off date; excluding secondary-listed foreign companies, stapled securities and biotech companies with stock names ended with marker "B" and specialist technology Companies with stock names ended with marker "PC"."

2. The sub-section "*Geographical Requirement*" under the section headed "**Eligibility Criteria**" has been deleted entirely.
3. In the section headed "**Constituent Selection**", the last paragraph under the sub-section headed "*Considerations of deciding the constituent number of each industry group*" has been deleted in its entirety and replaced by the following:

"The Index will also maintain at least 20 constituents that are classified as "Hong Kong" Companies and this number will be reviewed at least every two years."

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We accept full responsibility for the accuracy of the contents of this document as at the date of its publication.

Hang Seng Investment Management Limited
4 December 2023

恒生精選基金系列

(「基金系列」)

恒生指數基金

恒生恒指每日槓桿(1.5x)基金

(各稱「基金」，合稱「此等基金」)

單位持有人通告

此乃重要文件，務請閣下即時垂注。閣下如對本文件之內容有任何疑問，應尋求獨立及專業的意見。

如沒有特別說明，本文件中所用詞彙與基金系列的基金說明書及此等基金的條款單張所定義的有著相同涵義。

投資者須注意，所有投資均涉及風險（包括可能會損失投資本金），基金單位價格可升亦可跌，過往表現並不可作為日後表現的指引。投資者在作出任何投資決定前，應詳細閱讀有關基金之銷售文件（包括當中所載之風險因素之全文）。

證監會認可不等如對此等基金作出推介或認許，亦不是對此等基金的商業利弊或表現作出保證，更不代表此等基金適合所有投資者，或認許此等基金適合任何個別投資者或任何類別的投資者。

致各單位持有人

基金系列的基金說明書、此等基金的條款單張及產品資料概要之修訂

我們作為基金系列及此等基金之基金經理，現通知閣下，由本文件刊發日起，基金系列的基金說明書、此等基金的條款單張及產品資料概要已作出若干修訂，以反映 (i) 香港股票交易印花稅稅率的下調；(ii) 2023 年 11 月 3 日刊發的單位持有人通告所述之此等基金的相關指數之更改；及(iii) 其他雜項變動。

關於第 (i) 項，根據於 2023 年 11 月 17 日生效的《2023 年印花稅（修訂）（證券轉讓）條例草案》，香港股票交易印花稅稅率由 0.13% 下調至 0.1%。

詳情請參閱隨函附上的「基金系列的基金說明書及此等基金的條款單張之修訂」。已更新的此等基金的產品資料概要由本文件刊發日起可於基金經理的網站 www.hangsenginvestment.com（此網站內容未經證監會審核）取得。

倘若閣下對上述事宜有任何疑問，請於辦公時間內致電(852) 2198 5890 與我們聯絡。

我們對本文件所載資料於其刊發日之準確性承擔全部責任。

恒生投資管理有限公司

2023 年 12 月 4 日

恒生精選基金系列

(「基金系列」)

恒生指數基金

恒生恒指每日槓桿(1.5x)基金

(各稱「基金」，合稱「此等基金」)

此乃重要文件，務請閣下即時垂注。閣下如對本文件之內容有任何疑問，應尋求獨立及專業的意見。

投資者須注意，所有投資均涉及風險（包括可能會損失投資本金），基金單位價格可升亦可跌，過往表現並不可作為日後表現的指引。投資者在作出任何投資決定前，應詳細閱讀有關基金之銷售文件（包括當中所載之風險因素之全文）。

證監會認可不等如對此等基金作出推介或認許，亦不是對此等基金的商業利弊或表現作出保證，更不代表此等基金適合所有投資者，或認許此等基金適合任何個別投資者或任何類別的投資者。

基金系列的基金說明書及此等基金的條款單張之修訂

基金系列的基金說明書及此等基金的條款單張由本文件刊發日起已作出以下修訂。此等修訂構成基金系列的基金說明書及此等基金條款單張的一部分，並應與基金系列的基金說明書及此等基金的條款單張一併閱讀。

基金系列的基金說明書

稅務及監管規定

(a) 標題為「香港」的一節下之最後一段已被全部刪去並由以下取代：

「根據香港現行法律及慣例：

- (i) 於香港，出售、轉讓、贖回或以其他方式處置基金單位一般毋須繳納資本增值稅，惟任何人士於香港經營某行業、專業或業務，或被視為於香港經營某行業、專業或業務，則出售、轉讓、贖回或以其他方式處置基金單位之增值或利潤（如有）可被視為源自該等行業、專業或業務之一般營業收益而須繳納香港利得稅；
- (ii) 給予單位持有人的派息毋須扣除預扣稅；及
- (iii) 由於登記冊乃於香港存置，單位持有人將單位轉讓予他人一般應該須要繳納香港印花稅（視乎轉讓的方式及情況，例如該轉讓是否涉及實益擁有權的變更）。現時香港的印花稅率（如適用）為單位的代價價值（如有）或市場價值的0.2%（當中轉讓人及承讓人各應付0.1%），以較高者為準。此外，就有關任何單位的轉讓而簽立的轉讓文書（如有），每份須要繳納定額5港元印花稅。然而，透過分配新單位進行的單位認購／轉入以及透過撤銷單位進行的單位贖回／轉出一般都不用繳納香港印花稅。」

恒生指數基金的條款單張

附件一 - 恒生指數（「該指數」）

1. 標題為「**選股範疇**」的一節已被全部刪去並由以下取代：

「指數檢討數據截止日的恒生綜合大中型股指數成份股；不包括第二上市外國公司、合訂證券、股票名稱以「B」結尾的生物科技公司及股票名稱以「PC」結尾的特專科技公司。」

2. 標題為「**候選資格**」分節內，標題為「*地域性要求*」的部分已被全部刪去。

3. 於標題為「**成份股挑選準則**」分節內，標題為「*決定個別行業組別成份股數目的考慮因素*」的部分下之最後一段已被全部刪去及由以下內容取代：

「該指數將保留至少 20 隻被界定為香港公司的成份股，此數目會至少每兩年檢討一次。」

4. 於標題為「**成份股挑選準則**」分節內，標題為「*成份股數目*」的部分已被全部刪去及由以下內容取代：

「已達至 82 隻成份股；目標最終數目固定為 100 隻。」

5. 標題為「**該指數計算**」的一節已被全部刪去並由以下取代：

「該指數採用流通市值加權法計算，而個別非外國公司成份股的比重上限為8%，個別外國公司成份股的比重上限為4%，合計外國公司成份股的比重上限為10%。」

恒生恒指每日槓桿(1.5x)基金的條款單張

附件二 - 恒生指數（「該指數」）

1. 標題為「**選股範疇**」的一節已被全部刪去並由以下取代：

「指數檢討數據截止日的恒生綜合大中型股指數成份股；不包括第二上市外國公司、合訂證券、股票名稱以「B」結尾的生物科技公司及股票名稱以「PC」結尾的特專科技公司。」

2. 標題為「**候選資格**」分節內，標題為「*地域性要求*」的部分已被全部刪去。

3. 於標題為「**成份股挑選準則**」分節內，標題為「*決定個別行業組別成份股數目的考慮因素*」的部分下之最後一段已被全部刪去及由以下內容取代：

「該指數將保留至少 20 隻被界定為香港公司的成份股，此數目會至少每兩年檢討一次。」

4. 於標題為「**成份股挑選準則**」分節內，標題為「*成份股數目*」的部分已被全部刪去及由以下內容取代：

「已達至 82 隻成份股；目標最終數目固定為 100 隻。」

5. 標題為「**該指數計算**」的一節已被全部刪去並由以下取代：

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恒生投資管理有限公司

2023 年 12 月 4 日