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Samsung CSI China Dragon Internet ETF

Stock Code: 02812

(the “**ETF**”)

*(a sub-fund of Samsung ETFs Trust II (the “**Trust**”), a Hong Kong umbrella unit trust, authorised under Section 104 of the Securities and Futures Ordinance (Cap. 571) of Hong Kong)*

Announcement

Changes to CSI Global China Internet Index

Unless otherwise stated, capitalised terms used in this Announcement shall have the same meaning ascribed to them in the prospectus of the ETF dated 12 June 2018 (the “**Prospectus**”).

As disclosed in the Prospectus, the ETF seeks to provide investment results that, before fees and expenses, closely correspond to the performance of the CSI Global China Internet Index (the “**Index**”).

Samsung Asset Management (Hong Kong) Limited, the Manager of the ETF (the “**Manager**”), understands from China Securities Index Co., Ltd. (“**CSI**”), the index provider of the Index, that the changes as described below (the “**Index Methodology Changes**”) will be made to the Index with effect from 17 December 2018 (the “**Effective Date**”).

A. Index Methodology Changes

Index Universe

Currently, the Index does not specifically require the A Shares within its universe to be eligible securities under Stock Connect. From the Effective Date onwards, A-Shares in or to be included in the Index’s universe should be eligible securities under Stock Connect.

Constituent Selection

The ETF selects stocks from five sectors, namely, internet software & services, home entertainment software, internet retail, internet services and internet mobile. From the Effective Date onwards, the scope of the sector “mobile internet” will be expanded to include companies which provide IOT (internet of things) services at the same time.

Ongoing Review of Constituents

Currently, if the IPO size of a newly listed Chinese internet company ranks top five among all Chinese internet companies, it will be added to the Index as a constituent on its 11th trading day.

From the Effective Date onwards, only newly listed overseas Chinese internet companies with an IPO size ranking top five among all Chinese internet companies can be added to the Index on its 11th trading day based on the fast-entry rule. If such trading day falls on a day that the market on which any index constituent is traded is not open for trading, the addition of this newly listed company will be postponed accordingly. Besides, the index constituents will be adjusted in accordance with changes to their eligibility under Stock Connect.

For details about the Index Methodology Changes, please refer to CSI's announcement at <http://www.csindex.com.cn/en/indices/notices-and-announcements-detail/772>.

B. Impacts on the Index and the ETF

The Index Methodology Changes will not result in any change in the composition of the Index.

For the avoidance of doubt, other than the Index Methodology Changes as mentioned above, (i) the investment objective and policies of the ETF will remain unchanged; (ii) the Index Methodology Changes will not amount to material changes to the ETF; (iii) the Index Methodology Changes will not affect the acceptability of the Index under the SFC's Code on Unit Trusts and Mutual Funds; (iv) the ETF's normal operation will not be disrupted; (v) there will be no material change or increase in the overall risk profile of the ETF; and (vi) the Index Methodology Changes do not materially prejudice the interests of Unitholders.

C. Prospectus and the Product Key Facts Statements

The Prospectus and the product key facts statement of the ETF will be updated on or after the Effective Date to reflect the changes described above.

The revised Prospectus and product key facts statement will be published on the Manager's website at www.samsungetf.com.hk (this website has not been reviewed by the SFC) and HKEX's website at www.hkex.com.hk.

Investors who have any enquiries regarding the above may contact the Manager at 4513-14, Two International Finance Centre, 8 Finance Street, Central, Hong Kong or on +852 2115 8721 during office hours.

Samsung Asset Management (Hong Kong) Limited

三星資產運用（香港）有限公司

as Manager of the ETF

10 December 2018