

THIS ANNOUNCEMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION AND DOES NOT CONSTITUTE AN INVITATION OR OFFER TO ACQUIRE, PURCHASE OR SUBSCRIBE FOR UNITS OF THE EXCHANGE TRADED FUNDS NAMED BELOW

If you are in any doubt about the contents of this Announcement or as to the action to be taken, you should consult your stockbroker, bank manager, solicitor, accountant or other professional adviser.

If you have sold or transferred all your units in Samsung HSI Daily (2x) Leveraged Product, Samsung HSI Daily (-1x) Inverse Product, Samsung HSCEI Daily (2x) Leveraged Product and/or Samsung HSCEI Daily (-1x) Inverse Product, you should at once hand this Announcement to the purchaser or transferee or to the bank, stockbroker or other agent through whom the sale or transfer was effected for transmission to the purchaser or the transferee.

IMPORTANT: *The Stock Exchange of Hong Kong Limited (the “SEHK”), the Hong Kong Exchanges and Clearing Limited (the “HKEX”), the Hong Kong Securities and Futures Commission (the “SFC”) and the Hong Kong Securities Clearing Company Limited (the “HKSCC”) 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.*

Samsung Asset Management (Hong Kong) Limited (the “Manager”) accepts full responsibility for the accuracy of the information contained in this Announcement as at the date of publication, and confirms, having made all reasonable enquiries, that to the best of its knowledge and belief, as at the date of publication, there are no other facts the omission of which would make any statement misleading.

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

Samsung Leveraged and Inverse Investment Product 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

comprising:

Samsung HSI Daily (2x) Leveraged Product

Stock Code: 07205

Samsung HSI Daily (-1x) Inverse Product

Stock Code: 07312

Samsung HSCEI Daily (2x) Leveraged Product

Stock Code: 07228

Samsung HSCEI Daily (-1x) Inverse Product

Stock Code: 07328

(each a “Product”, collectively the “Products”)

DISTRIBUTION ANNOUNCEMENT

Further to the Announcement and Notice dated 18 December 2020 and titled “Announcement and Notice of the Proposed Cessation of Trading, Termination, Voluntary Deauthorisation and Delisting and Non-Applicability of Certain Provisions of the Code on Unit Trusts and Mutual Funds” (the “**First Announcement**”), this Announcement is to inform Relevant Investors of the Distribution per Unit of each of the Products as follows:

Product	Distribution	Distribution per Unit (Rounded to 4 Decimal Places)
Samsung HSI Daily (2x) Leveraged Product	HK\$69,948,840.00	HK\$8.9678
Samsung HSI Daily (- 1x) Inverse Product	HK\$13,147,560.00	HK\$3.6521
Samsung HSCEI Daily (2x) Leveraged Product	HK\$24,960,540.00	HK\$7.5638
Samsung HSCEI Daily (-1x) Inverse Product	HK\$13,866,120.00	HK\$3.8517

The Distribution for the Products will be paid to the accounts maintained with CCASS of the relevant financial intermediaries and stockbrokers through whom the Relevant Investors held Units on 22 January 2021 (i.e. the Distribution Record Date). It is expected that the Relevant Investors will receive the Distribution on or around 28 January 2021, 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 Distribution from them.

The Manager will also update investors by further announcements as and when appropriate in accordance with the applicable regulatory requirements, including announcements: (i) in the unlikely event, if there is a further distribution after the Distribution, an announcement by 8 February 2021 to inform investors about the date and amount per Unit of such further distribution; and (ii) an announcement on or around the Termination Date to inform investors about the Termination Date, the dates for the deauthorisation and the delisting.

IMPORTANT NOTES: Stockbrokers and financial intermediaries are urged to forward a copy of this Announcement to their clients holding Units in the Products, 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 Distribution from them. Investors should exercise caution and consult with their professional and financial advisers before dealing in the Units or otherwise deciding on the course of actions to be taken in relation to their Units.

Reference is made to the Announcement and Notice dated 18 December 2020 titled “Announcement and Notice of the Proposed Cessation of Trading, Termination, Voluntary Deauthorisation and Delisting and Non-Applicability of Certain Provisions of the Code on Unit Trusts and Mutual Funds” (the “**First Announcement**”) issued by Samsung Asset Management (Hong Kong) Limited (the “**Manager**”), the manager of the Trust and the Products.

Capitalised terms not defined in this Announcement shall have the same meanings as defined in the First Announcement.

The purpose of this Announcement is to inform the Relevant Investors of the Distribution. Relevant Investors, as defined in the First Announcement, mean those investors who remain invested in the Products as of 22 January 2021, being the Distribution Record Date.

1. **Distribution amount**

As disclosed in the First Announcement, the Manager will, after having consulted the Trustee and the Auditors, declare a Distribution for the Products in respect of the Relevant Investors (i.e. those investors remain so as at the Distribution Record Date).

On the above basis, the Manager, after having consulted the Trustee and the Auditors, has resolved to approve that Distribution of the following amount shall be paid in cash by the Products in the form of a Distribution to the Relevant Investors of the Products:

Product	Distribution	Distribution per Unit (Rounded to 4 Decimal Places)
Samsung HSI Daily (2x) Leveraged Product	HK\$69,948,840.00	HK\$8.9678
Samsung HSI Daily (- 1x) Inverse Product	HK\$13,147,560.00	HK\$3.6521
Samsung HSCEI Daily (2x) Leveraged Product	HK\$24,960,540.00	HK\$7.5638
Samsung HSCEI Daily (-1x) Inverse Product	HK\$13,866,120.00	HK\$3.8517

The amount of Distribution equals the total net assets of each of the Products as at 21 January 2021, which will exclude (i) any taxes payable; and (ii) any expenses payable.

The Distribution per Unit for the Products was determined on the basis of the total amount of Distribution (as described above) and rounded to 4 decimal places. Each Relevant Investor will be entitled to a Distribution of an amount equal to the relevant Product's then Net Asset Value in proportion to the Relevant Investor's Units in that Product as at the Distribution Record Date.

The Manager does not expect or anticipate there will be a further distribution after the Distribution. However, in the unlikely event there is a further distribution after the Distribution, the Manager will issue an announcement informing the Relevant Investors by 8 February 2021.

2. **Distribution Payment**

The Distribution for the Products will be paid to the accounts maintained with CCASS of the relevant financial intermediaries and stockbrokers through whom the Relevant Investors held Units on 22 January 2021 (i.e. the Distribution Record Date). It is expected that the Relevant Investors will receive the Distribution on or around 28 January 2021, 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 Distribution from them.

Distribution to the extent of distribution of profits and/or capital of the Trust and the Products should generally not be subject to Hong Kong profits tax by Hong Kong investors (whether by way of withholding or otherwise). For investors carrying on a trade, profession or business in Hong Kong, profits derived in redemption or disposal of Units in the Products may be subject to Hong Kong profits tax if the profits in question arise in or are derived from such trade, profession or business, sourced in Hong Kong, as well as the Units of the Products are revenue assets of the investors.

Investors should consult their professional tax advisers as to their particular tax position.

IMPORTANT NOTES: Stockbrokers and financial intermediaries are urged to forward a copy of this Announcement to their clients holding Units in the Products, 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 Distribution from them.

Investors are strongly advised to read and consider the First Announcement together with the Prospectus, for further details in relation to the Products, the termination, Deauthorisation and Delisting and the applicable risk factors and their implications to investors.

3. Net Asset Value of the Products

Each of the Manager and the Trustee confirms that, the Net Asset Value and Net Asset Value per Unit of each of the Products as at 21 January 2021 were as follows:

Product	Net Asset Value	Net Asset Value per Unit
Samsung HSI Daily (2x) Leveraged Product	HK\$69,948,840.00	HK\$8.9678
Samsung HSI Daily (-1x) Inverse Product	HK\$13,147,560.00	HK\$3.6521
Samsung HSCEI Daily (2x) Leveraged Product	HK\$24,960,540.00	HK\$7.5638
Samsung HSCEI Daily (-1x) Inverse Product	HK\$13,866,120.00	HK\$3.8517

A simple breakdown of the Net Asset Values of each Product is as follows:

Samsung HSI Daily (2x) Leveraged Product

	As at 21 January 2021 (HKD)
Assets	
Cash and cash equivalents	69,948,840.00
Total assets	69,948,840.00
Liabilities	
Accrued expenses and other payables	0
Total liabilities	0
Net Asset Value	69,948,840.00
Number of Units in issue	7,800,000

Net Asset Value per Unit (rounded to 4 decimal places) 8.9678

Distribution per Unit (i.e. Net Asset Value per Unit) 8.9678

Samsung HSI Daily (-1x) Inverse Product

As at 21 January 2021 (HKD)

Assets

Cash and cash equivalents 13,147,560.00
Total assets 13,147,560.00

Liabilities

Accrued expenses and other payables 0
Total liabilities 0

Net Asset Value 13,147,560.00

Number of Units in issue 3,600,000

Net Asset Value per Unit (rounded to 4 decimal places) 3.6521

Distribution per Unit (i.e. Net Asset Value per Unit) 3.6521

Samsung HSCEI Daily (2x) Leveraged Product

As at 21 January 2021 (HKD)

Assets

Cash and cash equivalents 24,960,540.00
Total assets 24,960,540.00

Liabilities

Accrued expenses and other payables 0
Total liabilities 0

Net Asset Value 24,960,540.00

Number of Units in issue 3,300,000

Net Asset Value per Unit (rounded to 4 decimal places) 7.5638

Distribution per Unit (i.e. Net Asset Value per Unit) 7.5638

Samsung HSCEI Daily (-1x) Inverse Product

As at 21 January 2021 (HKD)

Assets

Cash and cash equivalents 13,866,120.00
Total assets 13,866,120.00

Liabilities

Accrued expenses and other payables 0
Total liabilities 0

Net Asset Value 13,866,120.00

Number of Units in issue 3,600,000

Net Asset Value per Unit (rounded to 4 decimal places)	3.8517
Distribution per Unit (i.e. Net Asset Value per Unit)	3.8517

4. Expenses in relation to the Products

As mentioned in the First Announcement, the Manager will bear the unamortised preliminary expenses and all legal fees, costs and expenses associated with the termination of each Product (other than daily normal operating fees and expenses such as fees of service providers, transaction costs and any taxes relating to the realisation of assets of a Product) from the date of the First Announcement up to and including the Termination Date. No provision is set aside for such fees, costs and expenses.

For the avoidance of doubt, normal daily operating fees and expenses (including fees of service providers) will continue to accrue and be payable by the Products in accordance with the Prospectus until 21 January 2021 (i.e. the Last Valuation Date). In particular, the Manager and the Trustee will continue to charge each Product a management fee and a trustee fee respectively until the Last Valuation Date.

The Manager and the Trustee will waive their entitlement to management fee and trustee fee respectively from the Last Valuation Date until the Termination Date.

5. Further announcements

The Manager will also update investors by the following further announcements:

- (by 8 February 2021) if there is further distribution payable to the Relevant Investors, an announcement will be issued to inform the investors of the date and amount per Unit of such further distribution; and
- (on or shortly before the Termination Date) an announcement informing investors about the Termination Date, Deauthorisation Date of the Trust and the Products and the date for the delisting of the Products,

in accordance with the applicable regulatory requirements. If there is any change to the dates mentioned in the First Announcement, the Manager will issue an announcement to inform the Relevant Investors of the revised dates.

Investors should exercise caution and consult with their professional and financial advisers before dealing 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 at +852 2115 8710 during office hours (except Hong Kong statutory holidays), or visiting the Manager in person at 4513-14, Two International Finance Centre, 8 Finance Street, Central, Hong Kong, or visiting the Manager's website: www.samsungetf.com.hk¹.

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.

¹ The website has not been reviewed by the SFC.

Samsung Asset Management (Hong Kong) Limited
as Manager of the Trust and the Products

26 January 2021