

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

The Manager accepts full responsibility for the accuracy of the information contained in this Announcement and confirm, 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 and that opinions expressed in this Announcement have been arrived at after due and careful consideration.

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

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

W.I.S.E. – CSI HK 100 Tracker™
標智中證香港 100 指數基金™
a sub-fund (the “Sub-Fund”)
of the World Index Shares ETFs (the “Fund”)
(a Hong Kong unit trust authorized under
section 104 of the Securities and Futures Ordinance
(Cap. 571 of the laws of the Hong Kong SAR))
(Stock Code: 02825)

**Announcement -
Amendment and Update of Offering Documents**

The Manager hereby announces that certain amendments have been made to the Prospectus of the Sub-Fund in order to (i) comply with the revised Fund Manager Code of Conduct; and (ii) reflect the minor update to the stock universe selection of CSI Hong Kong 100 Index. The Product Key Facts Statement of the Sub-Fund (the “KFS”) has also been updated.

The Manager would like to inform the investors that certain amendments have been made to the Prospectus of the Sub-Fund in order to comply with the revised Fund Manager Code of Conduct. Such amendments shall take immediate effect. Please refer to the Addendum to the Prospectus (the “Addendum”) for details. Please note that all the amendments made to the Prospectus are for enhancement only. There is no change to the investment objective and policy of the Sub-Fund, the level of fees payable by the Sub-Fund and the Unitholders, or the manner in which the Sub-Fund is being managed.

There is a minor update to the stock universe selection of CSI Hong Kong 100 Index. Please refer to the Addendum for details.

Furthermore, the updated KFS has been issued to disclose updated information relating to the ongoing charges of the Sub-Fund. Clarification relating to the notice period stated at the end of the section headed “What are the fees and charges?” of the KFS has been made.

In the meantime, the information relating to the top ten holdings of the CSI Hong Kong 100 Index set out in the Prospectus and KFS has also been updated. Please refer to the Addendum for details.

The latest offering documents of the Sub-Fund (including the Addendum and the updated KFS) are available on the website of the Hong Kong Exchanges and Clearing Limited at www.hkex.com.hk and the Manager’s website¹ at www.boci-pru.com.hk/english/etf/intro.aspx (for the English version) and www.boci-pru.com.hk/chinese/etf/intro.aspx (for the Chinese version). Hard copies of the offering documents may also be obtained from the Manager at 27th Floor, Bank of China Tower, 1 Garden Road, Central, Hong Kong free of charge.

Terms not defined in this Announcement will have the meanings as are given to such terms in the Prospectus.

Investors who have any enquiries regarding the above may contact the Manager at the above address or the Manager’s enquiry hotline at (852) 2280 8697.

6 November 2018

¹ Information contained in the Manager’s website has not been reviewed by the SFC.

IMPORTANT: This Addendum is supplemental to and forms part of the Prospectus of W.I.S.E. – CSI HK 100 Tracker™ (the “Sub-Fund”) dated 13 July 2018 (the “Prospectus”). Unless otherwise defined herein, words and expressions defined in the Prospectus shall have the same meaning when used in this Addendum.

The Manager accepts full responsibility for the accuracy of the information contained in this Addendum 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.

If you are in doubt about the contents of the Prospectus and this Addendum, you should seek independent professional financial advice.

The Stock Exchange of Hong Kong Limited, Hong Kong Exchanges and Clearing Limited, the Securities and Futures Commission (“SFC”) and the Hong Kong Securities Clearing Company Limited take no responsibility for the contents of this Addendum, 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 Addendum.

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

W.I.S.E. – CSI HK 100 Tracker™

標智中證100 指數基金™

a sub-fund of the World Index Shares ETFs (the “Fund”)

(a Hong Kong unit trust authorized under
section 104 of the Securities and Futures Ordinance
(Cap. 571 of the laws of the Hong Kong SAR))

(Stock Code: 02825)

Addendum to the Prospectus

The Prospectus is hereby supplemented as follows with immediate effect:

1. Liquidity Management

- (i) Under the section headed “RISK FACTORS”, the risk factor headed “(v) Liquidity Risk” on page 18 of the Prospectus shall be deleted in its entirety and replaced with the following:

“(v) Liquidity risk

Liquidity risk exists when particular investments are difficult to purchase or sell. Investments made by the Sub-Fund may become illiquid or less liquid in response

to market developments or adverse investor perceptions. Investments in foreign securities, derivatives or securities with substantial market and/or credit risk tend to have the greatest exposure to liquidity risk. Illiquid securities may be highly volatile and more difficult to value and be disposed at their face values. Some of the markets in which the Sub-Fund invests may be less liquid and more volatile than the world's leading stock markets and this may result in the fluctuation in the price of securities traded on such markets. Certain securities may also be illiquid due to limited trading markets or contractual restrictions on their resale. The Sub-Fund is exposed to the risk that a particular investment or position cannot be unwound or offset easily.

If sizeable redemption requests are received, the Sub-Fund may need to liquidate its investments at a substantial discount in order to satisfy such requests and the Sub-Fund may suffer losses in trading such investments. As a result, this may have adverse impact on the Sub-Fund and its investors.”

- (ii) Under the sub-section headed “Liquidity Risk Management” under the section headed “CREATION AND REDEMPTION OF UNITS” on page 40 of the Prospectus, the second and third paragraphs shall be deleted in its entirety and replaced with the following paragraphs:

“The Manager has established a liquidity risk management policy which enables it to identify, monitor and manage the liquidity risks of the Sub-Fund and to ensure that the liquidity profile of the investments of the Sub-Fund will facilitate compliance with its obligation to meeting redemption requests. Such policy, combined with the liquidity risk management tools employed by the Fund, also seeks to achieve fair treatment of Unitholders and safeguard the interests of remaining Unitholders in case of sizeable redemptions.

The Manager's liquidity management policy takes into account the investment strategy, liquidity profile, and redemption policy for the Sub-Fund. These measures seek to ensure fair treatment and transparency for all investors.

The liquidity management policy involves monitoring the profile of investments held by the Sub-Fund on an on-going basis to ensure that such investments are appropriate to the redemption policy as stated under the sub-section headed “Redemption of Units” on pages 34-38, and will facilitate compliance with the Sub-Fund's obligation to meet redemption requests. Further, the liquidity management policy includes details on periodic stress testing carried out by the Manager to manage the liquidity risk of the Sub-Fund under normal and exceptional market conditions.”

2. Custody Risk

Under the section headed “RISK FACTORS”, the following risk factor shall be added immediately after the risk factor headed “(cc) Risk in relation to distribution” on page 21 of the Prospectus:

“(dd) Custody risk

Custodians or sub-custodians may be appointed in local markets for purpose of safekeeping assets in those markets. Where the Sub-Fund invests in markets where custodial and/or settlement systems are not fully developed, the assets of the Sub-Fund may be exposed to custodial risk. In case of liquidation, bankruptcy or insolvency of a custodian or sub-custodian, the Sub-Fund may take a longer time to recover its assets. In extreme circumstances such as the retroactive application of legislation and fraud or improper registration of title, the Sub-Fund may even be unable to recover all of its assets. The costs borne by the Sub-Fund in investing and holding investments in such markets will be generally higher than in organised securities markets.”

3. Level of Leverage

Under the section headed “INVESTMENT AND BORROWING RESTRICTIONS”, the following new sub-section shall be added immediately after the sub-section headed “Borrowing Restrictions” on pages 23-24 of the Prospectus:

“Level of Leverage”

The expected maximum level of leverage of the Sub-Fund is as follows:

The Manager is subject to the borrowing restrictions in respect of the Sub-Fund under the sub-section headed “Borrowing Restrictions” above.

The Manager will not invest in financial derivative instruments for the Sub-Fund for non-hedging purposes. Accordingly, the Sub-Fund is not expected to incur any leverage from the use of financial derivative instruments.”

4. Management and Administration of the Sub-Fund

Under the section headed “MANAGEMENT AND ADMINISTRATION”, the first and second paragraphs of the sub-section headed “Manager and Listing Agent” on page 24 of the Prospectus shall be deleted in their entirety and replaced with the following paragraphs:

“BOCI-Prudential Asset Management Limited is the Manager and the listing agent of the Sub-Fund. The Manager is a joint venture between BOCI Asset Management Limited and Prudential Corporation Holdings Limited. BOCI Asset Management Limited is a wholly owned subsidiary of BOC International Holdings Limited which in turn is a wholly owned subsidiary of Bank of China Limited. The Manager is specialized in security-based portfolio management business. Teaming up with elite investment professionals, the Manager is devoted to providing advanced and quality services to its clients and is committed to be a professional, prudent and reliable fund management house.

The Manager is licensed with the SFC to carry out Type 1 (dealing in securities), Type 4 (advising on securities), Type 5 (advising on futures contracts), Type 6 (advising on corporate finance) and Type 9 (asset management) regulated activities under section 116(1) of the Securities and Futures Ordinance of Hong Kong. For Type 1 regulated

activity, the Manager shall only engage in marketing and distribution activities and only provide services to the accounts and collective investment schemes under the Manager’s management. For Type 6 regulated activity, the Manager shall only act as an agent for the listing of index tracking exchange traded funds under its management. In acting as such agent, the Manager shall not advise on any listing that involves initial public offering contemplated under the Corporate Finance Advisor Code of Conduct. Further for Type 6 regulated activity, the Manager shall not act as sponsor in respect of an application for the listing on a recognized stock market of any securities. Also, in performing any distribution functions for index tracking exchange traded funds under its management prior to the listing of such funds, the Manager shall closely follow the distribution process adopted for World Index Shares ETFs.”

5. In Appendix I “THE CSI HONG KONG 100 INDEX (“CSI HK 100”)” of the Prospectus,

(i) under the section headed “1. Basic Information”, the first paragraph under the heading “Ten Largest Constituent Securities” on pages 57 to 58 is amended and restated as follows:

“The 10 largest constituent securities of the CSI HK 100 (out of 100 constituent securities) and their respective weightings as at 1 November 2018 are listed below for reference purpose:

Code	Stock Name	% of CSI HK 100
0005.HK	HSBC Holdings plc	10.43%
0700.HK	Tencent Holdings Limited	8.23%
0939.HK	China Construction Bank Corporation	7.04%
1299.HK	AIA Group Limited	6.87%
1398.HK	Industrial and Commercial Bank of China Limited	4.33%
0941.HK	China Mobile Limited	4.22%
2318.HK	Ping An Insurance (Group) Company of China, Ltd.	3.63%
3988.HK	Bank of China Limited	2.62%
0388.HK	Hong Kong Exchanges and Clearing Limited	2.47%
0883.HK	CNOOC Limited	2.23%

(ii) under the section headed “2. Selection of Constituent Securities”, paragraph (5) under the heading “Stock Universe” on page 58 is amended and restated as follows:

“(5) the daily average turnover ratio of the security in the most recent three months meets the requirement; and”

The Prospectus may only be distributed if accompanied by this Addendum.

6 November 2018