

**CIMB S&P Ethical Asia Pacific Dividend ETF**  
(Constituted under a Trust Deed in the Republic of Singapore)

Audited Financial Statements  
30 June 2016

**CIMB S&P Ethical Asia Pacific Dividend ETF**  
**(Constituted under a Trust Deed in the Republic of Singapore)**

**General information**

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**Manager**

CIMB-Principal Asset Management (S) Pte. Ltd.  
50 Raffles Place  
#22-03A Singapore Land Tower  
Singapore 048623

**Directors of the Manager**

Goh Zee Wei Ken	(Appointed on 12 February 2016)
Christopher Leow	(Appointed on 4 April 2016)
Alejandro Elias Echegorri Rodriguez	(Resigned on 14 February 2016)
Tang Chee Kin	

**Trustee/Registrar**

Citicorp Trustee (Singapore) Limited  
5 Changi Business Park Crescent  
Level 5  
Singapore 486027

**Custodian**

Citibank N.A., Singapore Branch  
5 Changi Business Park Crescent  
Level 5  
Singapore 486027

**Auditor**

Ernst & Young LLP

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**CIMB S&P Ethical Asia Pacific Dividend ETF**  
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**Manager's investment report**

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**About CIMB S&P Ethical Asia Pacific Dividend ETF:**

CIMB S&P Ethical Asia Pacific Dividend ETF (the "Fund") is an exchange traded fund, designed to track the performance of the S&P Ethical Pan-Asia Select Dividend Opportunities Index. Shares of CIMB S&P Ethical Asia Pacific Dividend ETF have been listed and traded on SGX-ST since 8 March 2012.

**Details of CIMB S&P Ethical Asia Pacific Dividend ETF:**

Fund Currency	United States dollars ("USD")
Trading Currencies	USD, Singapore dollars ("SGD")
Listing Date of USD counter on SGX-ST	8 March 2012
Listing Date of SGD counter on SGX-ST	15 June 2012
Stock Codes on SGX-ST	P5P (USD counter), QR9 (SGD counter)
Board Lot	100 units
Number of units as at 30 June 2016	18,500,000
NAV per unit as at 30 June 2016	USD0.784
Management Fee	0.65% of NAV per annum

**Performance:**

Cumulative Performance (%) as at 30 June 2016:

<u>From 30/06/2016</u>	<u>Period</u>	<u>Fund's Performance</u>	<u>Index's Performance</u>
3 months	31/3/2016 - 30/6/2016	0.26%	- 1.50%
6 months	30/12/2015 - 30/6/2016	2.35%	1.50%
1 year	30/6/2015 - 30/6/2016	- 17.05%	- 18.87%
3 years	30/6/2013 - 30/6/2016	- 11.98%	- 18.58%
Since inception	6/3/2012 - 30/6/2016	- 9.42%	- 18.90%

The Fund aims to mirror the performance of S&P Ethical Pan-Asia Select Dividend Opportunities Index (the "Index"), using full replication strategy, by investing in securities constituting the index in substantially the same proportion or weighting as in the Index.

The Index represents the top 40 high-yielding stocks in the Asia Pacific region which meet the criteria for inclusion into the tracked index and is subject to rigorous ground rules such as free float adjustment and liquidity screening to ensure that these stocks are highly investable. The focus of the Index is on both capital growth and dividend income characteristics, thus providing yield and stability. The transparent and freely available index rules are governed and maintained by an independent committee of leading market professionals.

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**Performance (cont'd):**

The start of 2016 saw capital outflows in China continue, as shown in the fall in foreign reserves which were of a similar magnitude to previous months (U.S. Dollar 100 billion) despite the People's Bank of China introducing a new trade weighted basket exchange rate which was not particularly successful in abating worries of further currency depreciation.

Further weakness in commodity prices and its ramifications prompted major Central Banks globally to signal intent for more drastic monetary stimulus in January 2016. This was followed by a strong stock market performance across Asia in March 2016, driven by a 'risk-on' rally in global financial markets, following an acceleration in China's credit growth, a lull in the United States' economic growth and the United States Federal Reserve's accommodative monetary stance. China's foreign reserve situation stabilized from February 2016 onwards, alleviating the earlier concerns during the period.

The risk-on rally petered out in April 2016 as investors realized that these supportive factors are likely to be temporary. This was partly due to an article in China's People's Daily publication, which some believe to be the mouthpiece of President Xi Jinping, which commented against the use of credit to drive the economy. The market gained momentum again in June 2016 as Asia benefited from strong portfolio flows into both equities and bonds, especially the days following Brexit, surprising many investors.

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**Manager's investment report**

**Investments at market value and as a percentage of NAV as at 30 June 2016 classified by:**

	2016		2015	
	Market value USD	% of NAV	Market value USD	% of NAV
<b>(i) Country</b>				
Australia	2,778,008	19.15	3,079,052	17.80
China	2,752,470	18.97	2,192,600	12.68
Hong Kong	2,020,171	13.92	3,475,229	20.09
Indonesia	1,297,237	8.94	338,455	1.96
Korea	–	–	621,503	3.59
Malaysia	350,485	2.42	1,799,783	10.40
Singapore	2,994,010	20.64	2,610,360	15.09
Thailand	2,115,553	14.58	3,043,521	17.59
<b>(ii) Industry</b>				
Basic materials	–	–	374,029	2.16
Consumer goods	1,217,892	8.39	1,639,783	9.47
Consumer services	654,191	4.51	–	–
Financials	3,407,418	23.49	4,183,231	24.19
Industrials	1,262,006	8.70	1,639,938	9.48
Oil and gas services	3,058,562	21.08	5,026,676	29.06
Technology	605,832	4.17	567,886	3.28
Telecommunication	2,918,800	20.12	2,931,456	16.95
Utilities	1,183,233	8.16	797,504	4.61
<b>(iii) Asset class</b>				
Equities	14,307,934	98.62	17,160,503	99.20
Other net assets	199,891	1.38	138,576	0.80

**Details of top 10 holdings of the Fund:**

As at 30 June 2016	Cost USD	Market value USD	% of total net assets
Woodside Petroleum Ltd	679,029	717,104	4.94
Keppel Corp Ltd	843,617	650,731	4.49
Intouch Holdings PCL (NVDR) <sup>1</sup>	714,808	605,832	4.18
Advanced Info Service PCL (NVDR) <sup>1</sup>	723,824	556,082	3.83
PTT Global Chemical PCL (NVDR) <sup>1</sup>	560,376	554,116	3.82
CNOOC Ltd	551,514	541,758	3.73
Singapore Technologies Engineering Ltd	619,387	495,130	3.41
Astra International TBK PT	435,015	478,682	3.30
CLP Holdings Ltd	400,095	478,491	3.30
Perusahaan Gas Negara Persero TBK	776,039	458,344	3.16
	6,303,704	5,536,270	38.16

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**Details of top 10 holdings of the Fund (cont'd):**

<b>As at 30 June 2015</b>	<b>Cost USD</b>	<b>Market value USD</b>	<b>% of total net assets</b>
PTT Global Chemical PCL (NVDR) <sup>1</sup>	877,453	824,781	4.77
Hutchison Port Holdings Trust	816,932	701,064	4.05
Belle International Holdings	649,033	654,304	3.78
SK Innovation Co Ltd	490,309	621,503	3.59
PTT Explor & Prod PCL (NVDR) <sup>1</sup>	682,934	603,099	3.49
Li & Fung Ltd	712,711	569,612	3.29
Intouch Holdings PCL (NVDR) <sup>1</sup>	549,324	567,886	3.28
Maxis Bhd	693,796	555,410	3.21
Keppel Corp Ltd	581,841	550,891	3.19
Telstra Corp Ltd	506,877	549,941	3.18
	<hr/>	<hr/>	
	6,561,210	6,198,491	35.83
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**Exposure to derivatives**

The Fund had no exposure to derivatives for the financial year ended 30 June 2016.

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**Index constituents' weights:**

<b>Constituent name</b>	<b>As at 30 June 2016 %</b>	<b>As at 30 June 2015 %</b>
Woodside Petroleum Ltd	4.94	–
Keppel Corp Ltd	4.49	3.19
Intouch Holdings PCL (NVDR) <sup>1</sup>	4.18	3.28
Advanced Info Service PCL (NVDR) <sup>1</sup>	3.83	2.93
PTT Global Chemical PCL (NVDR) <sup>1</sup>	3.82	4.77
CNOOC Ltd	3.73	3.04
Singapore Technologies Engineering Ltd	3.41	3.04
Astra International TBK PT	3.30	–
CLP Holdings Ltd	3.30	2.65
Perusahaan Gas Negara Persero TBK	3.16	1.96
Singapore Telecommunications Ltd	3.09	–
HKT Trust & HKT Ltd	2.90	2.77
PCCW Ltd	2.83	2.46
Ascendas Real Estate Investment Trust	2.80	–
Siam Cement PCL (NVDR) <sup>1</sup>	2.75	–
Wilmar International Ltd	2.64	–
Telstra Corp Ltd	2.57	3.18
Jardine Matheson Holdings Ltd	2.52	–
Telekomunikasi Indonesia Persero TBK PT	2.48	–
Belle International Holdings Ltd	2.46	3.78
DiGi.Com Bhd	2.42	2.40
MTR Corp Ltd	2.37	–
China Petroleum & Chemical Corp	2.26	2.81
ComfortDelGro Corp Ltd	2.14	–
CapitalLand Mall Trust	2.07	1.80
Australia & New Zealand Banking Group Ltd	2.02	2.15
National Australia Bank Ltd	1.99	2.23
Country Garden Holdings Co Ltd	1.89	2.10
APA Group	1.84	2.04
Huaneng Power International Inc	1.70	–
Evergrande Real Estate Group Ltd	1.57	–
Westpac Banking Corp	1.44	2.00
China Construction Bank Corp	1.44	1.72
Bendigo & Adelaide Bank Ltd	1.43	1.49
Insurance Australia Group Ltd	1.40	2.25
Agricultural Bank of China Ltd	1.37	1.53
Industrial & Commercial Bank of China Ltd	1.30	1.61
Bank of China Ltd	1.25	1.62
Commonwealth Bank of Australia	1.10	1.58
Mirvac Group	0.42	0.88
China CITIC Bank Corp Ltd	–	1.23
China Shenhua Energy Co Ltd	–	2.16
Hutchison Port Holdings Trust	–	4.05

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**Index constituents' weights (cont'd):**

<b>Constituent name</b>	<b>As at 30 June 2016 %</b>	<b>As at 30 June 2015 %</b>
IOI Corporation Bhd	–	2.40
Li & Fung Ltd	–	3.29
Maxis Bhd	–	3.21
PTT Explor & Prod PCL (NVDR) <sup>1</sup>	–	3.49
PTT PCL (NVDR) <sup>1</sup>	–	3.12
Sembcorp Industries	–	3.01
Sime Darby Berhad	–	2.39
SK Innovation Co Ltd	–	3.59

<sup>1</sup> Non-voting Depository Receipts.

**Creation/redemption for the year ended 30 June 2016:**

Total subscription during the year under review amounted to US\$780,500 (equivalent to 1,000,000 units) (2015: US\$1,524,500 (equivalent to 1,500,000 units)) while total redemption amounted to US\$nil (equivalent to nil units) (2015: US\$549,000 (equivalent to 500,000 units)).

**Other information:**

During the year, the Fund had no exposure to other unit trusts, mutual funds and collective investment schemes and had no borrowings. There is no other material information that will adversely impact the valuation of the Fund:

	<b>2016</b>	<b>2015</b>
Expense ratio <sup>1</sup>	0.99%	1.00%
Turnover ratio <sup>2</sup>	53.77%	80.01%

<sup>1</sup> The expense ratio is computed in accordance with the revised IMAS' guidelines on disclosure of expense ratios dated 25 May 2005. Refer to Note 10 to the financial statements for details.

<sup>2</sup> The portfolio turnover ratio is calculated in accordance with the formula stated in the "Code on Collective Investment Schemes". Refer to Note 10 to the financial statements for details.

**Changes in investment personnel:**

Shawn Ho joined the Manager in 2015. Shawn's profile is as set out on page 8 below.



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**Manager's investment report**

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**Soft dollar commissions:**

During the year under review, no soft dollar commissions were received from brokers.

**Information on the Manager:**

The Manager of the Fund is CIMB-Principal Asset Management (S) Pte. Ltd. (Company Registration Number 200607208K), a private limited company, incorporated in Singapore on 18 May 2006. The Manager is wholly-owned by CIMB-Principal Asset Management Berhad in Malaysia, which has been managing discretionary and mutual funds in Malaysia for more than 15 years.

The Manager obtained its capital markets services licence on 24 April 2007 and presently manages the Fund and several other discretionary accounts, with total assets under management of about S\$2.485 billion as at 30 June 2016.

**Directors of the Manager:**

*Tang Chee Kin*

Mr Tang was a Director of the Manager between 18 May 2006 to 14 February 2016. He joined CIMB-Principal Asset Management Berhad on 1 October 2004 as the Chief Investment Officer. He has over 20 years of experience in the asset management business. Prior to joining the CIMB-Principal Asset Management Berhad, he was the Chief Investment Officer/Executive Director of CMS Dresdner Asset Management from 1996 to 2004 and was jointly responsible in making regional asset allocation decisions within Asia Pacific ex-Japan. He began his career as an investment officer in Rashid Hussain Asset Management in 1987 for 4 years before moving on to CIMB Securities Sdn. Bhd. as an investment executive for 1 year. In 1992, he joined SBB Asset Management as a fund manager until 1996. Mr Tang has won numerous awards from Lipper and Standard & Poor's for the funds that he managed. He is the chairman of the Malaysian Association of Asset Managers, a committee member of the FTSE Bursa Malaysia Index Advisory Committee, as well as an invitee in the Executive Committee of the Malaysia International Islamic Financial Centre ("MIFC"). Mr Tang is a Fellow of the Chartered Institute of Management Accountants ("CIMA") United Kingdom. He obtained his Fund Manager's representative's license in 1992.

*Goh Zee Wei Ken*

Mr Goh is the Chief Executive Officer and a Director of CIMB-Principal Asset Management (S) Pte Ltd. Before his current appointment, Mr Goh was Director of Investment at APS Asset Management. Mr Goh has also served as Head, Investment Advisory, Asia for MeesPierson as well as Chief Investment Officer, Singapore for Allianz Dresdner Asset Management. Prior to joining Allianz Dresdner Asset Management in 2001, Mr Goh was the Executive Director of Phillip Capital Management during its start-up phase. From 1994 to 2000, Mr Goh served as an Investment Manager with the Government of Singapore Investment Corporation. Mr Goh graduated from the National University of Singapore with a Bachelor of Business Administration (1<sup>st</sup> Class Honours). He is a Chartered Financial Analyst ("CFA") charter-holder since 1997.

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**Manager's investment report**

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**Directors of the Manager: (cont'd)**

*Christopher Leow*

Mr Leow is the Chief Investment Officer and a Director of CIMB-Principal Asset Management (S) Pte Ltd, and is responsible for leading the International Investment team based in Singapore. He joined CIMB-Principal Asset Management Berhad in December 2003 and was transferred to CIMB-Principal Asset Management (S) Pte Ltd in May 2007. He has more than 20 years of experience in the equities and fund management industry. Mr Leow is a CFA and a Certified Financial Planner. He has been registered with the Monetary Authority of Singapore under the Securities and Futures Act (Cap. 289) as a Representative of CIMB-Principal Asset Management (S) Pte Ltd in fund management since September 2007. Mr Leow holds a Bachelor of Commerce in Accounting and Finance (Hons) from the University of Western Australia.

*Alejandro Elias Echegorri Rodriguez*

Mr Echegorri is the Chief Executive Officer, ASEAN Region, of CIMB-Principal. He was appointed as Executive Director of CIMB-Principal on 28 March 2016 and Director of CIMB-Principal Asset Management (S) Pte Ltd on 4 April 2016. He joined CIMB-Principal on 1 March 2015. Previously he was the Chief Investment Officer for Principal International in Latin America, where he was responsible for the overall investment strategy and the investment process for the group and for overseeing the management of pension, mutual funds and general accounts in the region as well as for supporting the overall development of the asset management business in the region. He joined Principal in 2003 as Head of Institutional Asset Management and Chief Investment Officer for Principal Financial Group in Mexico. Prior to that, he was the Senior Investment Officer for Citibank's Pension Fund Business in Latin America. He had also held different positions in the investment area in countries such as Uruguay, Argentina, Chile, Mexico and the United Kingdom. Mr Echegorri holds a degree in Economics from the Universidad Mayor de la Republica, Uruguay, and a Master in Economics from Universidad Centro de Estudios Macroeconomicos de Argentina.

**Appointed Portfolio Managers of the Fund:**

The appointed individuals/portfolio managers of the Fund who performed the investment management functions for the Fund during the financial year were Mr Goh Zee Wei Ken, Mr James Gan Seng Chen and Mr Shawn Ho Jian Hong.

James joined the Manager in November 2012 and has more than 6 years of experience in the fund management industry as a research analyst and portfolio manager. James holds a Bachelor of Science in Mathematics and Economics from the University of Warwick in the United Kingdom and is a Chartered CFA charter-holder.

Shawn joined the Manager in 2015 and focuses primarily on the Singapore and China equity markets, where he covers a range of sectors. Shawn holds a Masters in Real Estate Finance from the University of Cambridge.

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**Report of the trustee**

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The Trustee is under a duty to take into custody and hold the assets of CIMB S&P Ethical Asia Pacific Dividend ETF (the "Fund") in trust for the unitholders. In accordance with the Securities and Futures Act (Chapter 289), its subsidiary legislation and the Code on Collective Investment Schemes (collectively referred to as the "laws and regulations"), the Trustee shall monitor the activities of the Manager for compliance with the limitations imposed on the investment and borrowing powers as set out in the Trust Deed in each financial year and report thereon to unitholders in an annual report.

To the best knowledge of the Trustee, the Manager has, in all material respects, managed the Fund during the financial year covered by these financial statements, in accordance with the limitations imposed on the investment and borrowing powers set out in the Trust Deed.

For and on behalf of the Trustee,  
Citicorp Trustee (Singapore) Limited

Authorised signatory



30 September 2016

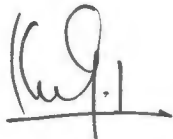
**CIMB S&P Ethical Asia Pacific Dividend ETF  
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**Statement by the manager**

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In the opinion of the Directors of CIMB-Principal Asset Management (S) Pte. Ltd., the accompanying financial statements, comprising the statement of total return, statement of financial position, statement of movements of unitholders' funds, statement of portfolio and notes to the financial statements are drawn up so as to present fairly, in all material respects, the financial position of CIMB S&P Ethical Asia Pacific Dividend ETF (the "Fund") as at 30 June 2016 and the total return and changes in unitholders' funds for the financial year then ended, in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts" issued by the Institute of Singapore Chartered Accountants. At the date of this statement, there are reasonable grounds to believe that the Fund will be able to meet its financial obligations as and when they materialise.

For and on behalf of the Directors of CIMB-Principal Asset Management (S) Pte. Ltd.



Goh Zee Wei Ken  
Director/Chief Executive Officer

30 September 2016

**CIMB S&P Ethical Asia Pacific Dividend ETF  
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**Independent auditor's report  
For the year ended 30 June 2016**

**To the Unitholders of CIMB S&P Ethical Asia Pacific Dividend ETF**

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**Report on the financial statements**

We have audited the financial statements of CIMB S&P Ethical Asia Pacific Dividend ETF (the "Fund") set out on pages 13 to 31, which comprise the statement of financial position and statement of portfolio as at 30 June 2016, the statement of total return and statement of movements of unitholders' funds for the year then ended, and a summary of significant accounting policies and other explanatory information.

***Manager's responsibility for the financial statements***

The Fund's Manager (the "Manager") is responsible for the preparation and fair presentation of these financial statements in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts" issued by the Institute of Singapore Chartered Accountants, and for such internal control as the Manager determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

***Auditor's responsibility***

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Singapore Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Fund's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Manager, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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**Independent auditor's report  
For the year ended 30 June 2016**

**To the Unitholders of CIMB S&P Ethical Asia Pacific Dividend ETF**

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***Opinion***

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Fund as at 30 June 2016 and the total return for the financial year ended on that date, in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts" issued by the Institute of Singapore Chartered Accountants.

*Ernst & Young LLP*

Ernst & Young LLP  
Public Accountants and  
Chartered Accountants  
Singapore

30 September 2016

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**Statement of total return**  
**For the year ended 30 June 2016**

	Note	2016 USD	2015 USD
<b>Investment income</b>			
Dividends		807,802	835,618
Interest		193	126
<b>Total income</b>		<b>807,995</b>	<b>835,744</b>
<b>Expenses</b>			
Management fee	3	92,420	114,192
Administration fee		18,051	18,001
Custodian fee	9	14,729	15,464
Other operating expenses		46,963	75,277
<b>Total expenses</b>		<b>172,163</b>	<b>222,934</b>
<b>Net investment income</b>		<b>635,832</b>	<b>612,810</b>
<b>Net (losses)/gains on value of investments</b>			
Net realised (losses)/gains on investments		(2,795,265)	302,267
Net change in unrealised losses on fair value of investments		(596,227)	(990,840)
Net foreign exchange losses		(27,554)	(58,968)
		<b>(3,419,046)</b>	<b>(747,541)</b>
<b>Total deficit for the year before income tax and distribution</b>		<b>(2,783,214)</b>	<b>(134,731)</b>
Less: Income tax	4	(32,540)	(41,557)
<b>Total deficit for the year after income tax before distribution</b>		<b>(2,815,754)</b>	<b>(176,288)</b>
Less: Distribution	5	(756,000)	(907,500)
<b>Total deficit for the year after income tax and distribution</b>		<b>(3,571,754)</b>	<b>(1,083,788)</b>

*The accompanying accounting policies and explanatory information form an integral part of the financial statements.*

**CIMB S&P Ethical Asia Pacific Dividend ETF**  
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**Statement of financial position**  
**As at 30 June 2016**

	Note	2016 USD	2015 USD
<b>Assets</b>			
Portfolio of investments		14,307,934	17,160,503
Other receivables	6	163,161	142,337
Cash and cash equivalents	7	77,973	42,561
<b>Total assets</b>		<b>14,549,068</b>	<b>17,345,401</b>
<b>Liabilities</b>			
Other payables		41,243	46,322
<b>Total liabilities</b>		<b>41,243</b>	<b>46,322</b>
<b>Equity</b>			
Net assets attributable to unitholders	8	14,507,825	17,299,079

*The accompanying accounting policies and explanatory information form an integral part of the financial statements.*



**CIMB S&P Ethical Asia Pacific Dividend ETF**  
**(Constituted under a Trust Deed in the Republic of Singapore)**

**Statement of movements of unitholders' funds**  
**For the year ended 30 June 2016**

	Note	2016 USD	2015 USD
<b>Net assets attributable to unitholders at beginning of financial year</b>		17,299,079	17,407,367
<b>Operations</b>			
Change in net assets attributable to unitholders resulting from operations		(2,815,754)	(176,288)
<b>Unitholders' contributions/(withdrawals)</b>			
Creation of units		780,500	1,524,500
Cancellation of units		-	(549,000)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units		780,500	975,500
Distribution	5	(756,000)	(907,500)
Total decrease in net assets attributable to unitholders		(2,791,254)	(108,288)
<b>Net assets attributable to unitholders at end of financial year</b>	8	14,507,825	17,299,079

*The accompanying accounting policies and explanatory information form an integral part of the financial statements.*

**CIMB S&P Ethical Asia Pacific Dividend ETF**  
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**Statement of portfolio**  
**As at 30 June 2016**

Primary	Holdings at 30 June 2016	Fair value at 30 June 2016 USD	Percentage of total net assets attributable to unitholders at 30 June 2016 %
<b>By geography</b>			
<b>Equities</b>			
<b>Quoted</b>			
<b>Australia</b>			
APA Group	38,839	267,216	1.84
Australia & New Zealand Banking Group Ltd	16,315	293,013	2.02
Bendigo & Adelaide Bank Ltd	29,013	207,390	1.43
Commonwealth Bank of Australia	2,877	159,316	1.10
Insurance Australia Group Ltd	50,096	203,293	1.40
Mirvac Group	39,791	59,849	0.42
National Australia Bank Ltd	15,266	289,064	1.99
Telstra Corp Ltd	89,951	372,395	2.57
Westpac Banking Corp	9,564	209,368	1.44
Woodside Petroleum Ltd	35,882	717,104	4.94
<b>Total Australia</b>		<b>2,778,008</b>	<b>19.15</b>
<b>China</b>			
Agricultural Bank of China Ltd	543,000	198,032	1.37
Bank of China Ltd	456,000	181,582	1.25
Belle International Holdings Ltd	610,000	356,890	2.46
China Construction Bank Corp	316,000	208,500	1.44
China Petroleum & Chemical Corp	454,000	327,637	2.26
CNOOC Ltd	437,000	541,758	3.73
Country Garden Holdings Co Ltd	653,000	274,334	1.89
Evergrande Real Estate Group Ltd	372,000	227,712	1.57
Huaneng Power International Inc	400,000	246,398	1.70
Industrial & Commercial Bank of China Ltd	343,000	189,627	1.30
<b>Total China</b>		<b>2,752,470</b>	<b>18.97</b>
<b>Hong Kong</b>			
CLP Holdings Ltd	47,000	478,491	3.30
HKT Trust & HKT Ltd	292,000	420,701	2.90
Jardine Matheson Holdings Ltd	6,300	367,353	2.52
MTR Corp Ltd	68,000	343,513	2.37
PCCW Ltd	612,000	410,113	2.83
<b>Total Hong Kong</b>		<b>2,020,171</b>	<b>13.92</b>

**CIMB S&P Ethical Asia Pacific Dividend ETF**  
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**Statement of portfolio**  
**As at 30 June 2016**

	Holdings at 30 June 2016	Fair value at 30 June 2016 USD	Percentage of total net assets attributable to unitholders at 30 June 2016 %
<b>Primary (cont'd)</b>			
<b>By geography (cont'd)</b>			
<b>Equities (cont'd)</b>			
<b>Quoted (cont'd)</b>			
<b>Indonesia</b>			
Astra International TBK PT	852,600	478,682	3.30
Perusahaan Gas Negara Persero TBK	2,581,700	458,344	3.16
Telekomunikasi Indonesia Persero TBK PT	1,192,900	360,211	2.48
<b>Total Indonesia</b>		1,297,237	8.94
<b>Malaysia</b>			
DiGi.Com Bhd	294,100	350,485	2.42
<b>Total Malaysia</b>		350,485	2.42
<b>Singapore</b>			
Ascendas Real Estate Investment Trust	220,600	405,822	2.80
CapitaLand Mall Trust	190,200	300,516	2.07
ComfortDelGro Corp Ltd	152,300	310,678	2.14
Keppel Corp Ltd	159,500	650,731	4.49
Singapore Technologies Engineering Ltd	211,900	495,130	3.41
Singapore Telecommunications Ltd	146,500	448,813	3.09
Wilmar International Ltd	158,100	382,320	2.64
<b>Total Singapore</b>		2,994,010	20.64
<b>Thailand</b>			
Advanced Info Service PCL (NVDR) <sup>1</sup>	123,700	556,082	3.83
Intouch Holdings PCL (NVDR) <sup>1</sup>	392,500	605,832	4.18
PTT Global Chemical PCL (NVDR) <sup>1</sup>	328,700	554,116	3.82
Siam Cement PCL (NVDR) <sup>1</sup>	29,500	399,523	2.75
<b>Total Thailand</b>		2,115,553	14.58
<b>Portfolio of investments</b>		14,307,934	98.62
Other net assets		199,891	1.38
<b>Net assets attributable to unitholders</b>		14,507,825	100.00

<sup>1</sup> Non-voting Depository Receipts.

**CIMB S&P Ethical Asia Pacific Dividend ETF**  
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**Statement of portfolio**  
**As at 30 June 2016**

<b>Primary (cont'd)</b>		<b>Percentage of total net assets attributable to unitholders at 30 June 2016 %</b>	<b>Percentage of total net assets attributable to unitholders at 30 June 2015 %</b>
<b>By geography (Summary)</b>			
<b>Quoted equities</b>			
Australia		19.15	17.80
China		18.97	12.68
Hong Kong		13.92	20.09
Indonesia		8.94	1.96
Korea		–	3.59
Malaysia		2.42	10.40
Singapore		20.64	15.09
Thailand		14.58	17.59
<b>Portfolio of investments</b>		98.62	99.20
Other net assets		1.38	0.80
<b>Net assets attributable to unitholders</b>		100.00	100.00
<b>Secondary</b>	<b>Fair value at 30 June 2016 USD</b>	<b>Percentage of total net assets attributable to unitholders at 30 June 2016 %</b>	<b>Percentage of total net assets attributable to unitholders at 30 June 2015 %</b>
<b>By industry</b>			
Basic materials	–	–	2.16
Consumer goods	1,217,892	8.39	9.47
Consumer services	654,191	4.51	–
Financials	3,407,418	23.49	24.19
Industrials	1,262,006	8.70	9.48
Oil and gas services	3,058,562	21.08	29.06
Technology	605,832	4.17	3.28
Telecommunication	2,918,800	20.12	16.95
Utilities	1,183,233	8.16	4.61
<b>Portfolio of investments</b>	14,307,934	98.62	99.20
Other net assets	199,891	1.38	0.80
<b>Net assets attributable to unitholders</b>	14,507,825	100.00	100.00

*The accompanying accounting policies and explanatory information form an integral part of the financial statements.*

**CIMB S&P Ethical Asia Pacific Dividend ETF  
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**Notes to the financial statements  
For the year ended 30 June 2016**

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**1. Corporate information**

CIMB S&P Ethical Asia Pacific Dividend ETF (the "Fund") is a unit trust constituted by a Trust Deed dated 21 February 2012, and the various Supplemental Deeds of Trust between CIMB-Principal Asset Management (S) Pte. Ltd., (the "Manager") and Citicorp Trustee (Singapore) Limited (the "Trustee/Registrar"). The Trust Deed is governed by the laws of the Republic of Singapore. The Trustee appointed Citibank N.A., Singapore Branch (the "Custodian") as the Custodian of the Fund.

The Fund was listed on the Singapore Exchange Securities Trading Limited ("SGX-ST") on 8 March 2012.

The investment objective of the Fund is to provide investment results that, before expenses, closely correspond to the performance of the S&P Ethical Pan Asia Select Dividend Opportunities Index (the "Index").

The Manager will generally invest the Fund's assets in all of the Index securities in the same approximate proportion as their weightings within the Index. However, various circumstances may make it impossible or impracticable to purchase each component Index security in such weightings. In those circumstances, the Manager may employ, alone or in combination with, other investment techniques in seeking to closely track the performance of the Index.

There is no change in the principal activity of the Fund during the year.

The Manager is a private limited company incorporated in Singapore and its immediate holding company is CIMB-Principal Asset Management Berhad, a company incorporated in Malaysia. The Manager is principally engaged in the business of fund management and investment advisory.

**2. Summary of significant accounting policies**

**2.1 Basis of preparation**

The financial statements of the Fund which are expressed in United States dollar ("USD" or "US\$"), have been prepared under the historical cost basis, as modified by the revaluation of financial investments at fair value, and in accordance with the Statement of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts" issued by the Institute of Singapore Chartered Accountants.

**2.2 Income recognition**

Dividend income is recognised and credited to income when the right to receive payment is established. Interest income is recognised on a time proportion basis using the effective interest method.

**CIMB S&P Ethical Asia Pacific Dividend ETF**  
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**Notes to the financial statements**  
**For the year ended 30 June 2016**

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**2. Summary of significant accounting policies (cont'd)**

**2.3 *Distribution policy***

The Manager on behalf of the Trustee shall determine whether a distribution is to be made. In such an event, an appropriate amount will be transferred to a distribution account to be paid out on the distribution date. This amount shall not be treated as part of the property of the Fund.

**2.4 *Financial assets and financial liabilities***

*Classification*

(a) Financial assets and financial liabilities at fair value through profit or loss

The Fund classifies its portfolio of investments as financial assets or liabilities at fair value through profit or loss. These financial assets and financial liabilities are classified as held-for-trading or designated by the Manager at fair value through profit or loss at inception.

A financial asset or financial liability is classified as held-for-trading if it is acquired or incurred principally for the purpose of selling or repurchasing in the near term or is part of a portfolio of identifiable financial investments that are managed together and for which there is evidence of a recent actual pattern of short-term profit taking.

Financial assets and liabilities designated at fair value through profit or loss at inception are those that are managed and their performance evaluated on a fair value basis in accordance with the Fund's documented investment strategy. The Fund's policy is for the Manager to evaluate the information on these financial assets on a fair value basis together with other related financial information.

(b) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. The Fund includes in this category amounts relating to other receivables and cash and cash equivalents.

*Recognition/derecognition*

Purchases and sales of investments in the Fund are recognised at fair value on the trade date - the date on which the Fund commits to purchase or sell the investments. Investments are derecognised when the rights to receive cash flows from the investments have expired or the Fund has transferred substantially all risks and rewards of ownership.

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**Notes to the financial statements**  
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**2. Summary of significant accounting policies (cont'd)**

**2.4 *Financial assets and financial liabilities (cont'd)***

*Measurement*

Financial assets and financial liabilities at fair value through profit or loss are initially recognised at fair value. Transaction costs are recognised in profit or loss. Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains or losses arising from changes in the fair value of the financial assets and financial liabilities at fair value through profit or loss category are included in profit or loss in the period in which they arise.

*Fair value estimation*

The fair value of financial instruments traded in active markets is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets is the current bid price.

**2.5 *Investments***

Investment transactions are accounted for on a trade date basis. Unrealised gains or losses on quoted investments are taken to the statement of total return. The realised gains or losses are taken to the statement of total return upon the disposal of investments and are computed using the weighted average cost method.

**2.6 *Cash and cash equivalents***

Cash and cash equivalents comprise cash on hand, demand deposits and short-term, highly liquid investments, if any, that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value.

**2.7 *Foreign currencies***

Monetary assets and liabilities denominated in foreign currencies are translated into USD at exchange rates ruling at the end of the reporting period. Transactions arising in foreign currencies during the year are translated at exchange rates prevailing at transaction dates. All exchange differences are taken to the statement of total return.

**2.8 *Preliminary expenses***

Preliminary expenses incurred by the Fund are expensed off to the statement of total return in the period in which they are incurred.

**3. Expenses**

The management fee for the Fund is currently set at 0.65% of its net asset value per annum (maximum 1.00% per annum).

Fees paid to the Trustee, index providers and auditors are borne by the Manager.

**CIMB S&P Ethical Asia Pacific Dividend ETF**  
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**Notes to the financial statements**  
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**4. Income tax**

The Fund was granted the status of a Designated Unit Trust by the Inland Revenue of Singapore. In accordance to Section 35(12) and (12A) of the Income Tax Act (Chapter 134) of Singapore, subject to certain conditions, the following income shall not form part of the statutory income of the Fund and is thus not taxable for the year of assessment :

- (a) gains or profits derived from Singapore or elsewhere from the disposal of securities;
- (b) interest (other than interest for which tax has been deducted under Section 45 of the Income Tax Act);
- (c) dividends derived from outside Singapore and received in Singapore;
- (d) gains or profits derived from foreign exchange transactions; transactions in future contracts, transactions in interest rate or currency forwards, swaps or option contracts and transactions in forwards, swaps or option contracts relating to any securities of financial index, and
- (e) distributions from foreign unit trusts derived from outside Singapore and received in Singapore.

	<b>2016</b>	<b>2015</b>
	USD	USD
Overseas income tax	32,540	41,557

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The overseas income tax represents tax deducted at source on dividends derived from outside Singapore.

**5. Distribution**

	<b>2016</b>	<b>2015</b>
	USD	USD
Final [US\$0.042 (2015: US\$0.055) per unit based on units outstanding as at 30 June 2016]	756,000	907,500

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**6. Other receivables**

	<b>2016</b>	<b>2015</b>
	USD	USD
Dividends receivables	169,611	141,359
Other receivables	(6,450)	978
	<u>163,161</u>	<u>142,337</u>



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**Notes to the financial statements**  
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**7. Cash and cash equivalents**

Cash and cash equivalents comprise of:

	<b>2016</b>	<b>2015</b>
	USD	USD
Bank balances	77,973	42,561

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The bank balances are placed with a financial institution that is related to the Trustee.

**8. Units in issue**

During the year ended 30 June, the numbers of units created, cancelled and outstanding were as follows:

	<b>2016</b>	<b>2015</b>
	USD	USD
Units at beginning of financial year	17,500,000	16,500,000
Units created	1,000,000	1,500,000
Units cancelled	–	(500,000)
Units at end of financial year	18,500,000	17,500,000
Net assets attributable to unitholders - USD	14,507,825	17,299,079
Net asset value (“NAV”) per unit - USD	0.784	0.989

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**9. Related party transactions**

The following significant transactions occurring during the year between the Fund and its related parties were at terms agreed between the parties concerned and were written in the provisions of the Trust Deed:

	<b>2016</b>	<b>2015</b>
	USD	USD
Management fee paid and payable to the Manager	92,420	114,192
Custodian fee paid and payable to the Custodian	14,729	15,464
Brokerage fee paid and payable to affiliated parties of the Manager	7,862	13,950

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**For the year ended 30 June 2016**

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**10. Financial ratios**

	<b>2016</b>	<b>2015</b>
	USD	USD
Expense ratio <sup>1</sup>	0.99	1.00
Turnover ratio <sup>2</sup>	53.77	80.01

<sup>1</sup> The expense ratio has been computed based on the guidelines laid down by the Investment Management Association of Singapore (“IMAS”). The calculation of the expense ratio was based on total operating expenses of US\$139,843 (2015: US\$176,541) divided by the average daily NAV of US\$14,182,519 (2015: US\$17,575,019) for the year. The total operating expenses do not include (where applicable) brokerage and other transaction costs, interest expense, distribution paid out to unitholders, foreign exchange gains/losses and tax deducted at source or arising out of income received. The Fund does not pay any performance fee. The average NAV is based on the daily balances.

<sup>2</sup> The portfolio turnover ratio is calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratio was based on the lower of purchases or sales of the underlying investments amounting to US\$7,626,569 (2015: US\$14,061,858) divided by the weighted average daily NAV of US\$14,182,519 (2015: US\$17,575,019).

**11. Financial risk management**

The Manager continually monitors the Fund’s exposure to risk and that appropriate procedures are in place to manage the risks.

(a) ***Liquidity risk***

The Fund is exposed to cash redemptions and disbursements for the settlements of purchases. The Manager therefore ensures that the Fund maintains sufficient cash and cash equivalents and that it is able to obtain cash from the sale of investments held to meet its liquidity requirements.

The Fund’s investments in listed securities are considered to be readily realisable as they are listed on recognised regional stock exchanges.

**CIMB S&P Ethical Asia Pacific Dividend ETF**  
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**Notes to the financial statements**  
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**11. Financial risk management (cont'd)**

(a) **Liquidity risk (cont'd)**

The tables below analyse the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the end of the reporting period to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows. Balances due within twelve months equal their carrying balances, as the impact of discounting is not significant:

	<b>Due on demand</b>	<b>Less than 3 months</b>
	USD	USD
<b>30 June 2016</b>		
Payables and accrued expenses	–	41,243
Net assets attributable to unitholders	14,507,825	–
<hr/>		
<b>30 June 2015</b>		
Payables and accrued expenses	–	46,322
Net assets attributable to unitholders	17,299,079	–
<hr/>		

(b) **Market risk**

Market risk is the risk of potential adverse changes to the value of investments because of changes in market conditions like interest and currency rate movements and volatility in security prices. The Fund is designated to track the performance of the Index, therefore the exposure to market risk in the Fund will be substantially the same as the Index. As an indexed fund, the Manager manages the Fund's exposure to market risk by ensuring that the key characteristics of the portfolio, such as security weight and industry weight, are closely aligned to the Index characteristics.

(i) **Interest rate risk**

Interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates. The Fund's financial assets and liabilities are largely non-interest bearing. Hence, the Fund is not subject to significant risk of fluctuations in the prevailing levels of market interest rates.

(ii) **Market price risk**

The Fund's market risk is affected by changes in actual market prices. If the Index in fund currency ("US\$") had increased/decreased by 5% (2015: 5%) with all other variables held constant, this would have increased/decreased the NAV of the Fund by approximately US\$725,000 (2015: US\$865,000) for the financial year ended 30 June 2016 ("being 5% of the year end NAV").

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Notes to the financial statements  
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**11. Financial risk management (cont'd)**

(b) **Market risk (cont'd)**

(iii) *Foreign currency risk*

The Fund holds assets denominated in currencies other than USD, the functional currency. The Fund is therefore exposed to currency risk, as the value of the securities denominated in other currencies will fluctuate due to changes in exchange rates. The Fund's policy is not to enter into any currency hedging transactions.

The table below summarises the Fund's exposure to currency risks:

30 June 2016	USD USD	AUD USD	CNY USD	HKD USD	IDR USD	MYR USD	SGD USD	THB USD	Total USD
<b>ASSETS</b>									
Portfolio of investments	367,353	2,778,009	—	4,405,285	1,297,237	350,485	2,994,011	2,115,554	14,307,934
Other receivables	(6,450)	34,517	10,837	124,257	—	—	—	—	163,161
Cash and cash equivalents	166,473	28,170	—	3,592	—	(15,036)	(105,226)	—	77,973
<b>Total assets</b>	<b>527,376</b>	<b>2,840,696</b>	<b>10,837</b>	<b>4,533,134</b>	<b>1,297,237</b>	<b>335,449</b>	<b>2,888,785</b>	<b>2,115,554</b>	<b>14,549,068</b>
<b>LIABILITIES</b>									
Payables and accrued expenses	41,243	—	—	—	—	—	—	—	41,243
Net assets attributable to unitholders	14,507,825	—	—	—	—	—	—	—	14,507,825
<b>Total liabilities</b>	<b>14,549,068</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>14,549,068</b>

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**11. Financial risk management (cont'd)**

**(b) Market risk (cont'd)**

**(iii) Foreign currency risk (cont'd)**

<b>30 June 2015</b>	<b>USD</b>	<b>AUD</b>	<b>CNY</b>	<b>HKD</b>	<b>IDR</b>	<b>KRW</b>	<b>MYR</b>	<b>SGD</b>	<b>THB</b>	<b>Total</b>
	<b>USD</b>	<b>USD</b>	<b>USD</b>	<b>USD</b>	<b>USD</b>	<b>USD</b>	<b>USD</b>	<b>USD</b>	<b>USD</b>	<b>USD</b>
<b>ASSETS</b>										
Portfolio of investments	701,064	3,079,052	–	5,667,828	338,455	621,503	1,799,784	1,909,296	3,043,521	17,160,503
Other receivables	978	43,190	42,167	56,002	–	–	–	–	–	142,337
Cash and cash equivalents	27,869	5,187	–	–	–	–	–	9,505	–	42,561
<b>Total assets</b>	<b>729,911</b>	<b>3,127,429</b>	<b>42,167</b>	<b>5,723,830</b>	<b>338,455</b>	<b>621,503</b>	<b>1,799,784</b>	<b>1,918,801</b>	<b>3,043,521</b>	<b>17,345,401</b>

**LIABILITIES**

Payables and accrued expenses	46,322	–	–	–	–	–	–	–	–	46,322
Net assets attributable to unitholders	17,299,079	–	–	–	–	–	–	–	–	17,299,079
<b>Total liabilities</b>	<b>17,345,401</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>17,345,401</b>

“Portfolio of investments”, which is a significant item in the statement of financial position, is exposed to currency risk. The Manager has considered the impact of currency risk sensitivity on non-monetary assets as part of the price risk sensitivity analysis.

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**11. Financial risk management (cont'd)**

(b) **Market risk (cont'd)**

(iii) *Foreign currency risk (cont'd)*

The analysis below calculates the effect of a reasonably possible movement of the currency rate against the USD on the net assets attributable to unitholders, with all other variables held constant:

Foreign exchange ("FX") position	Net assets attributable to unitholders impact of a 5% increase/(decrease) in FX rate %
<b>2016</b>	
USD/AUD	0.98
USD/CNY	0.00
USD/IDR	0.45
USD/MYR	0.12
USD/SGD	1.00
USD/THB	0.73
<b>2015</b>	
USD/AUD	0.90
USD/CNY	0.01
USD/IDR	0.10
USD/KRW	0.18
USD/MYR	0.52
USD/SGD	0.55
USD/THB	0.88

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**11. Financial risk management (cont'd)**

**(c) Credit risk**

The Fund takes on credit risk, which is the risk that the counterparty will be unable to pay amounts in full when due, including transactions with counterparties such as participating dealers, brokers, custodians and banks.

Concentrations of credit risk are minimised primarily by ensuring that:

- counterparties, together with the respective credit limits, are approved; and
- the securities transactions are undertaken on recognised exchanges.

As such, the Fund does not have a concentration of credit risk that arises from an exposure to a single counterparty. Furthermore, the Fund does not have a material exposure to a group of counterparties which are expected to be affected similarly by changes in economic or other conditions.

The Fund invests in financial assets, which have an investment grade as rated by Standard & Poor's or Moody's. The credit ratings are reviewed regularly.

All transactions in listed securities are settled/paid upon delivery using approved brokers. The risk of default is considered minimal, as for sales transaction, delivery of securities is only made once the broker has made payment. Payment is made on a purchase once the securities have been received from the broker. The trade will fail if either party fails to meet its obligation.

Credit risk also arises from cash and cash equivalents and investments held with financial institutions. The tables below summarise the credit rating of banks and custodians in which the Fund's assets are held as at 30 June:

	Amount USD	Credit rating	Source of credit rating
<b>As at 30 June 2016</b>			
<u>Custodian</u>			
Citibank N.A., Singapore Branch	14,385,907	A	Standard & Poor's
<b>As at 30 June 2015</b>			
<u>Custodian</u>			
Citibank N.A., Singapore Branch	17,203,064	A	Standard & Poor's

The maximum exposure to credit risk at the end of the reporting period is the carrying amount of the financial assets.

Impairment provisions are provided for losses that have been incurred by the end of the reporting period, if any. The Manager has in place procedures for proper credit screening and monitoring of credit risk.

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**11. Financial risk management (cont'd)**

(d) ***Fair value estimation***

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the assets or liabilities, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- Level 3 – Inputs for the assets or liabilities that are not based on observable market data (i.e., unobservable inputs).

The following table analyses within the fair value hierarchy the Fund's financial assets and liabilities (by class) measured at fair value at 30 June 2016 and 2015:

	<b>Level 1</b> USD	<b>Level 2</b> USD	<b>Level 3</b> USD	<b>Total</b> USD
<b>30 June 2016</b>				
<b>Assets</b>				
Equity securities	14,307,934	–	–	14,307,934
<b>30 June 2015</b>				
<b>Assets</b>				
Equity securities	17,160,503	–	–	17,160,503

Investments whose values are based on quoted market prices in active markets, and therefore classified within Level 1, include active listed equities and exchange traded derivatives. The Fund does not adjust the quoted price for these instruments.

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within Level 2.

Investments classified within Level 3 have significant unobservable inputs, as they trade infrequently.

The Fund does not invest in any Level 2 and 3 investments.

(e) ***Capital management***

The Fund's capital is represented by the net assets attributable to unitholders. The Fund strives to invest the subscriptions of redeemable participating units in investments that meet the Fund's investment objectives while maintaining sufficient liquidity to meet unitholders' redemptions.



**CIMB S&P Ethical Asia Pacific Dividend ETF  
(Constituted under a Trust Deed in the Republic of Singapore)**

**Notes to the financial statements  
For the year ended 30 June 2016**

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**12. Authorisation on financial statements**

The financial statements of the Fund for the financial year ended 30 June 2016 were authorised for issue by the Trustee on 30 September 2016.