

CSOP INVESTMENTS III VCC

(Incorporated in Singapore. Registration number: T22VC0188B)

ANNUAL REPORT

For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023

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CSOP INVESTMENTS III VCC

FUND INFORMATION

THE COMPANY

CSOP Investments III VCC
(Company Registration No. T22VC0188B)
1 Temasek Avenue
#18-03 Millenia Tower One
Singapore 039192

DIRECTORS OF THE COMPANY

Soh Yee Fei
Wong Ka Yan
Esmond Choo Liong Gee

MANAGER

CSOP Asset Management Pte. Ltd.
(Company Registration No. 201814646Z)
1 Temasek Avenue
#18-03 Millenia Tower One
Singapore 039192

FUND ADMINISTRATOR AND REGISTRAR

DBS Bank Limited
(Company Registration No. 196800306E)
12 Marina Boulevard
Marina Bay Financial Centre Tower 3
Singapore 018982

AUDITORS

PricewaterhouseCoopers LLP
7 Straits View, Marina One
East Tower, Level 12
Singapore 018936

CUSTODIAN

DBS Trustee Limited
(Company Registration No. 197502043G)
12 Marina Boulevard
Marina Bay Financial Centre Tower 3
Singapore 018982

SOLICITORS TO THE COMPANY

Simmons & Simmons JWS Pte. Ltd.
168 Robinson Road
#11-01 Capital Tower
Singapore 068912

CSOP INVESTMENTS III VCC

MANAGER'S REPORT

For the financial period ended 31 December 2023

CSOP iEdge Southeast Asia+ TECH Index ETF

CSOP iEdge Southeast Asia+ TECH Index ETF (the "Sub-Fund") is a sub-fund under CSOP Investments III VCC (a Singapore variable capital company with sub-funds authorised under Section 286 of the Securities and Futures Act 2001). The Sub-Fund is an exchange traded fund listed on the Singapore Exchange Securities Trading Limited ("SGX-ST") and the shares of this Sub-Fund are classified as Excluded Investment Products and Prescribed Capital Markets Products in Singapore.

The investment objective of this Sub-Fund is to replicate as closely as possible, before fees and expenses, the performance of the iEdge Southeast Asia+ TECH Index (the "Index").

The Manager employs a "passive management" or indexing investment approach designed to track the performance of the Index. The Manager will adopt a Representative Sampling strategy in managing the Sub-Fund.

Since inception to 29 December 2023, the dealing NAV of the sub-fund performed -3.83% while the index performed -2.95%.

CSOP Huatai-PineBridge SSE Dividend Index ETF

CSOP Huatai-PineBridge SSE Dividend Index ETF (the "Sub-Fund") is a sub-fund under CSOP Investments III VCC (a Singapore variable capital company with sub-funds authorised under Section 286 of the Securities and Futures Act 2001). The Sub-Fund is an exchange traded fund listed on the Singapore Exchange Securities Trading Limited ("SGX-ST") and the shares of this Sub-Fund are classified as Excluded Investment Products and Prescribed Capital Markets Products in Singapore.

The investment objective of the Sub-Fund is to provide investment results that, before fees, costs, and expenses (including any taxes and withholding taxes), closely correspond to the performance of the Shanghai Stock Exchange Dividend Index (the "Index").

The Sub-Fund is a feeder fund, which in seeking to achieve its investment objective, will primarily hold shares in the Huatai-PineBridge SSE Dividend Index ETF (the "Underlying Fund"). The investment objective of the Underlying Fund is to track the Index by adopting a full replication strategy, with minimum tracking deviation and tracking error. The Underlying Fund mainly invests in constituents and alternative constituents of the Index.

Since inception to 29 December 2023, the dealing NAV of the sub-fund performed -2.09% while the index performed -1.24%.

CSOP INVESTMENTS III VCC

STATEMENT OF DIRECTORS

For the financial period ended 31 December 2023

The Directors present their statement to the shareholders together with the audited financial statements of CSOP Investments III VCC (the "Company") as well as CSOP iEdge Southeast Asia+TECH Index ETF and CSOP Huatai-PineBridge SSE Dividend Index ETF (the "Sub-Funds") for the financial period ended 31 December 2023.

In the opinion of the Directors,

- (i) the financial statements as set out on pages 9 to 31 are drawn up so as to give a true and fair view of the financial position of the Company and the Sub-Funds as at 31 December 2023 and the financial performance of the Company and the Sub-Funds for the financial period covered by the financial statements; and
- (ii) at the date of this statement, there are reasonable grounds to believe that the Company and the Sub-Funds will be able to pay their debts as and when they fall due.

Directors

The Directors of the Company in office at the date of this statement are as follows:

Soh Yee Fei (appointed on 31 December 2023)
Wong Ka Yan (appointed on 9 September 2022)
Esmond Choo Liang Gee (appointed on 9 September 2022)

Arrangement to enable Directors to acquire shares or debentures

Neither at the end of the financial period nor at any time during the financial period was the Company a party to any arrangement whose object was to enable the Directors of the Company to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate, save as disclosed in this statement.

Directors' interest in shares or debentures

According to the register of directors' shareholdings, none of the Directors holding office at the end of the financial period had any interest in the shares or debentures of the Company or its related corporations.

On behalf of the Directors

Authorised signatory
27 March 2024

CSOP INVESTMENTS III VCC

STATEMENT BY THE MANAGER

For the financial period ended 31 December 2023

In the opinion of CSOP Asset Management Pte. Ltd., the accompanying financial statements set out on pages 9 to 31, comprising the Statements of Total Return, Statements of Financial Position, Statements of Changes in Net Assets Attributable to Shareholders, Statements of Portfolio and Notes to the Financial Statements are drawn up so as to present fairly, in all material respects, the financial position of the Company and the Sub-Funds and the portfolio holdings of the Sub-Funds as at 31 December 2023, and the financial performance and movements in shareholders' funds for the financial period then ended in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" issued by the Institute of Singapore Chartered Accountants. At the date of this statement, there are reasonable grounds to believe that the Company and the Sub-Funds will be able to meet its financial obligations as and when they materialise.

For and on behalf of the Manager
CSOP Asset Management Pte. Ltd.

Authorised signatory
27 March 2024

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF CSOP INVESTMENTS III VCC**
(Incorporated in Singapore)

Report on the Audit of the Financial Statements

Our Opinion

In our opinion, the accompanying financial statements of CSOP Investments III VCC (the "Company") and the sub-funds, namely CSOP iEdge Southeast Asia+TECH Index ETF and CSOP Huatai-PineBridge SSE Dividend Index ETF (collectively referred to as the "Sub-Funds") are properly drawn up in accordance with the provisions of the Variable Capital Companies Act 2018 (the "Act") and the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" issued by the Institute of Singapore Chartered Accountants ("RAP 7"), so as to give a true and fair view of the financial positions of the Company and of the Sub-Funds and portfolio holdings of the Sub-Funds as at 31 December 2023 and the financial performance and movements in shareholders' funds of the Company and of the Sub-Funds for the financial period ended on that date.

What we have audited

The financial statements of the Company and of the Sub-Funds comprise:

- the Statements of Total Return of the Company and of the Sub-Funds for the financial period ended 31 December 2023;
- the Statements of Financial Position of the Company and of the Sub-Funds as at 31 December 2023;
- the Statements of Changes in Net Assets Attributable to Shareholders of the Company and the Sub-Funds for the financial period then ended;
- the Statements of Portfolio of the Sub-Fund as at 31 December 2023; and
- the notes to the financial statements, including material accounting policy information.

Basis for Opinion

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report.

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

Independence

We are independent of the Company and the Sub-Funds in accordance with the Accounting and Corporate Regulatory Authority Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code.

Our Audit Approach

As part of designing our audit, we determined materiality and assessed the risks of material misstatement in the accompanying financial statements. In particular, we considered where management made subjective judgements; for example, in respect of significant accounting estimates that involved making assumptions and considering future events that are inherently uncertain. As in all of our audits, we also addressed the risk of management override of internal controls, including among other matters consideration of whether there was evidence of bias that represented a risk of material misstatement due to fraud.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF CSOP INVESTMENTS III VCC**
(Incorporated in Singapore)

Key Audit Matters

We have determined that there are no key audit matters to communicate in our report.

Other Information

Management is responsible for the other information. The other information comprises all the sections of the annual report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Directors for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Act and RAP 7, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair financial statements and to maintain accountability of assets.

In preparing the financial statements, management is responsible for assessing the ability of the Company and of the Sub-Funds to continue as going concerns, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company and the Sub-Funds or to cease operations, or has no realistic alternative but to do so.

The directors' responsibilities include overseeing the financial reporting process of the Company and the Sub-Funds.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CSOP INVESTMENTS III VCC

(Incorporated in Singapore)

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 internal control of the Company and the Sub-Funds.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company and the Sub-Funds to continue as going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company and the Sub-Funds to cease to continue as going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF CSOP INVESTMENTS III VCC**
(Incorporated in Singapore)

Report on Other Legal and Regulatory Requirements

In our opinion, the accounting and other records required by the Act to be kept by the Company and the Sub-Funds has been properly kept in accordance with the provisions of the Act.

The engagement partner on the audit resulting in this independent auditor's report is Lim Kheng Wah.

PricewaterhouseCoopers LLP
Public Accountants and Chartered Accountants
Singapore, 27 March 2024

CSOP INVESTMENTS III VCC

STATEMENTS OF TOTAL RETURN

For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023

	CSOP Investments III VCC	CSOP iEdge Southeast Asia+ TECH Index ETF	CSOP Huatai- PineBridge SSE Dividend Index ETF
	For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023 US\$	For the financial period from 20 June 2023 (date of inception) to 31 December 2023 US\$	For the financial period from 1 December 2023 (date of inception) to 31 December 2023 RMB
Income			
Dividend income	-	129,677	-
Interest income	-	22	1,004
Other income	-	96,204	1,768
	-	225,903	2,772
Less: Expenses			
Management fees	-	124,076	26,187
Preliminary expenses	-	121,477	481,180
Directors' fees	-	10,452	5,740
Custody fees	-	13,302	1,127
Valuation and administration fees	-	5,013	1,177
Professional fees	10	3,086	9,059
Audit fees	10	11,126	18,846
Transaction costs	-	90,378	28,329
Miscellaneous expenses	-	32,199	21,607
	-	411,109	593,252
Net losses	-	(185,206)	(590,480)
Net gains or losses on value of investments			
Net gains/(losses) on investments	-	2,607,280	(669,504)
Net gains on foreign exchange	-	3,486	5,442
	-	2,610,766	(664,062)
Total return/(deficit) for the financial period before income tax	-	2,425,560	(1,254,542)
Less: Income tax	3	(9,294)	(100)
Total return/(deficit) for the financial period after income tax	-	2,416,266	(1,254,642)

The accompanying notes form an integral part of these financial statements.

CSOP INVESTMENTS III VCC

STATEMENTS OF FINANCIAL POSITION

As at 31 December 2023

		CSOP Investments III VCC	CSOP iEdge Southeast Asia+ TECH Index ETF	CSOP Huatai- PineBridge SSE Dividend Index ETF
	Note	31 December 2023 US\$	31 December 2023 US\$	31 December 2023 RMB
ASSETS				
Portfolio of investments		-	93,280,008	33,829,309
Receivables	4	1	29,185,311	1,768
Cash and cash equivalents		-	287,888	1,121,186
Reserve accounts	7	-	-	34,480
Total assets		1	122,753,207	34,986,743
LIABILITIES				
Payables	5	-	95,957	536,413
Due to brokers		-	25,684,745	-
Total liabilities		-	25,780,702	536,413
EQUITY				
Management share	6	1	-	-
Net assets attributable to shareholders	6	-	96,972,505	34,450,330
Total equity		1	96,972,505	34,450,330

The accompanying notes form an integral part of these financial statements.

CSOP INVESTMENTS III VCC

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023

CSOP Investments III VCC

Management share and total equity

	For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023 US\$
At date of incorporation	1
Issuance during the period	-
At financial period end	1

Participating shares and total equity

	CSOP iEdge Southeast Asia+ TECH Index ETF	CSOP Huatai- PineBridge SSE Dividend Index ETF
	For the financial period from 20 June 2023 (date of inception) to 31 December 2023 US\$	For the financial period from 1 December 2023 (date of inception) to 31 December 2023 RMB
Net assets attributable to shareholders at the beginning of financial period	-	-
Proceeds from shares issued	97,548,539	35,704,972
Redemption of shares	(2,992,300)	-
Net increase from share transactions	94,556,239	35,704,972
Increase/(decrease) in net assets attributable to shareholders from operations	2,416,266	(1,254,642)
Net assets attributable to shareholders at the end of financial period	96,972,505	34,450,330

The accompanying notes form an integral part of these financial statements.

CSOP INVESTMENTS III VCC

STATEMENTS OF PORTFOLIO

As at 31 December 2023

CSOP iEdge Southeast Asia+ TECH Index ETF

	Holdings at 31 December 2023	Fair value at 31 December 2023 US\$	Percentage of total net assets attributable to shareholders at 31 December 2023 %
By Country (Primary)			
Quoted Equities			
India			
Wipro Ltd.	1,837,988	10,237,460	10.56
Infosys Limited	507,899	9,335,643	9.63
		<u>19,573,103</u>	<u>20.19</u>
Indonesia			
PT Elang Mahkota Teknologi Tbk	46,196,750	1,766,990	1.82
PT Astra International Tbk	25,595,962	9,378,242	9.67
PT Surya Citra Media Tbk	34,139,882	374,290	0.39
PT MD Pictures Tbk	5,133,090	1,317,722	1.36
PT Bukalapak.com Tbk	109,845,380	1,536,331	1.58
		<u>14,373,575</u>	<u>14.82</u>
Malaysia			
DRB-HICOM Berhad	1,038,902	314,956	0.32
Malaysian Pacific Industries Berhad	104,426	642,037	0.66
Sime Darby Berhad	3,979,538	2,040,115	2.10
Unisem (M) Berhad	866,254	625,232	0.64
Mr D.I.Y. Group (M) Berhad	4,113,232	1,300,804	1.34
D & O Green Technologies Berhad	1,640,966	1,295,620	1.34
My E.G. Services Berhad	8,179,770	1,454,112	1.50
Inari Amertron Berhad	4,456,574	2,926,182	3.02
Greotech Technology Berhad	561,034	587,291	0.61
		<u>11,186,349</u>	<u>11.53</u>
Singapore			
Grab Holdings Limited	2,932,164	9,881,446	10.19
IGG Inc.	1,474,344	611,287	0.63
Venture Corporation Limited	544,100	5,621,539	5.80
iFAST Corporation Ltd.	344,600	2,147,524	2.21
Jardine Cycle & Carriage Limited	188,200	4,251,190	4.38
Karooooo Ltd.	6,803	165,341	0.17
Sea Limited	246,165	9,970,956	10.28
		<u>32,649,283</u>	<u>33.66</u>

The accompanying notes form an integral part of these financial statements.

CSOP INVESTMENTS III VCC

STATEMENTS OF PORTFOLIO

As at 31 December 2023

CSOP iEdge Southeast Asia+ TECH Index ETF

	Holdings at 31 December 2023	Fair value at 31 December 2023 US\$	Percentage of total net assets attributable to shareholders at 31 December 2023 %
By Country (Primary) (continued)			
Quoted Equities (continued)			
Thailand			
Forth Corporation Public Company Limited	628,942	422,973	0.44
Jasmine Technology Solution Public Company Limited	337,060	867,289	0.89
Com7 Public Company Limited	1,856,444	1,291,911	1.33
KCE Electronics Public Company Limited	1,420,914	2,285,096	2.36
Hana Microelectronics Public Company Limited	1,012,712	1,576,810	1.63
Delta Electronics (Thailand) Public Company Limited	3,320,224	8,543,266	8.81
Jaymart Group Holdings Public Company Limited	1,008,906	510,353	0.53
		15,497,698	15.99
Total Quoted Equities		93,280,008	96.19
Portfolio of investments		93,280,008	96.19
Other net assets		3,692,497	3.81
Net assets attributable to shareholders		96,972,505	100.00
		Fair value at 31 December 2023 US\$	Percentage of total net assets attributable to shareholders at 31 December 2023 %
By Country (Summary)			
Quoted Equities			
India		19,573,103	20.19
Indonesia		14,373,575	14.82
Malaysia		11,186,349	11.53
Singapore		32,649,283	33.66
Thailand		15,497,698	15.99
Portfolio of investments		93,280,008	96.19
Other net assets		3,692,497	3.81
Net assets attributable to shareholders		96,972,505	100.00

The accompanying notes form an integral part of these financial statements.

CSOP INVESTMENTS III VCC

STATEMENTS OF PORTFOLIO

As at 31 December 2023

CSOP iEdge Southeast Asia+ TECH Index ETF

	Fair value at 31 December 2023 US\$	Percentage of total net assets attributable to shareholders at 31 December 2023 %
By Industry (Secondary)		
Quoted Equities		
Industrials	9,130,557	9.42
Media	7,060,638	7.28
Retail & Wholesale - Discretionary	20,308,947	20.94
Software & Tech Services	40,625,105	41.89
Tech Hardware & Semiconductors	15,839,805	16.33
Consumer Discretionary	314,956	0.33
Portfolio of investments	93,280,008	96.19
Other net assets	3,692,497	3.81
Net assets attributable to shareholders	96,972,505	100.00

The accompanying notes form an integral part of these financial statements.

CSOP INVESTMENTS III VCC

STATEMENTS OF PORTFOLIO

As at 31 December 2023

CSOP Huatai-PineBridge SSE Dividend Index ETF

	Holdings at 31 December 2023	Fair value at 31 December 2023 RMB	Percentage of total net assets attributable to shareholders at 31 December 2023 %
By Country (Primary)			
Quoted Exchange Traded Fund			
China			
Huatai-PineBridge SSE Dividend Index ETF	11,541,900	33,829,309	98.20
		<u>33,829,309</u>	<u>98.20</u>
Portfolio of investments		33,829,309	98.20
Other net assets		621,021	1.80
Net assets attributable to shareholders		<u>34,450,330</u>	<u>100.00</u>
		Fair value at 31 December 2023 RMB	Percentage of total net assets attributable to shareholders at 31 December 2023 %
By Country (Summary)			
Quoted Exchange Traded Fund			
China		<u>33,829,309</u>	<u>98.20</u>
Portfolio of investments		33,829,309	98.20
Other net assets		621,021	1.80
Net assets attributable to shareholders		<u>34,450,330</u>	<u>100.00</u>

Given that CSOP Huatai-PineBridge SSE Dividend Index ETF invests wholly into Huatai-PineBridge SSE Dividend Index ETF, which is registered in China, information on investment portfolio by industry segments is not presented as the fund invests only into an underlying fund.

The accompanying notes form an integral part of these financial statements.

CSOP INVESTMENTS III VCC

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1. General

CSOP Investments III VCC (the “Company”) is an open-ended umbrella variable capital company incorporated in Singapore on 9 September 2022 under the provisions of the Variable Capital Companies Act 2018 and governed by the laws of the Republic of Singapore.

The Company currently comprises of 2 sub-funds, CSOP iEdge Southeast Asia+ TECH Index ETF and CSOP Huatai-PineBridge SSE Dividend Index ETF (collectively referred to as the “Sub-Funds”).

There is one class of shares established within CSOP iEdge Southeast Asia+ TECH Index ETF, namely the USD Share Class. There is one class of shares established within CSOP Huatai-PineBridge SSE Dividend Index ETF, namely the RMB Share Class.

The Sub-Funds are exchange traded funds listed on the Singapore Exchange Securities Trading Limited (“SGX-ST”). All assets and liabilities attributable to each sub-fund shall be segregated from the assets and liabilities of any other sub-funds and the Company, and shall not be used for the purpose of, or borne by the assets of, any other sub-fund.

The investment objective of CSOP iEdge Southeast Asia+ TECH Index ETF is to replicate as closely as possible, before fees and expenses, the performance of the iEdge Southeast Asia+ TECH Index.

The investment objective of CSOP Huatai-PineBridge SSE Dividend Index ETF is to replicate as closely as possible, before fees and expenses, the performance of the SSE Dividend Index. The Sub-Fund is a feeder fund, which in seeking to achieve its investment objective, will invest at least 90% of the Sub-Fund’s Net Asset Value in the Huatai-PineBridge SSE Dividend Index ETF (the “Underlying Fund”) directly and/or indirectly via the QFI Status granted to the Manager and/or through any permissible means available to the Sub-Fund under prevailing laws and regulations. The Underlying Fund is an exchange traded fund listed on the Shanghai Stock Exchange (“SSE”) that tracks the performance of the Index.

The Company has appointed CSOP Asset Management Pte. Ltd. (the “Manager”) as the Manager to manage and invest the assets of the Company and each Sub-Fund of the Company and DBS Bank Limited as the administrator and registrar of the Company in respect of the Sub-Funds. DBS Trustee Limited (the “Custodian”) has been appointed as custodian of the assets of the Sub-Funds.

Management Shares were issued in respect of the Company only and Participating Shares were issued in respect of each Sub-Fund. Only one Management Share was issued to the Manager. Each Management Share will comprise one vote while each Participating Share of the Sub-Funds does not have the right to vote at the general meeting of the Company.

CSOP INVESTMENTS III VCC

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023

2. Material accounting policy information

(a) Basis of preparation

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial instruments at fair value, and in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" ("RAP 7") issued by the Institute of Singapore Chartered Accountants in August 2023 for the financial period beginning on or after 1 January 2023.

The adoption of the revised RAP 7 did not result in substantial changes to the accounting policies of the Sub-Funds and had no material effect on the amounts reported for the current year.

(b) Recognition of income

Dividend income from investments is recognised when the right to receive payment is established.

Interest income is recognised on a time-proportion basis using the effective interest rate method.

(c) Foreign currency translation

(i) Functional and presentation currency

The Sub-Funds qualifies as an authorised scheme under the Securities and Futures Act 2001 ("SFA") of Singapore and is offered to retail investors in Singapore.

CSOP iEdge Southeast Asia+ TECH Index ETF

The Sub-Fund's activities are substantially based in Singapore, with subscriptions and redemptions of the shares being denominated in United States Dollar ("US\$").

The performance of the Sub-Fund is measured and reported to the investors in US\$. The Manager considers US\$ as the currency which most faithfully represents the economic effects of the underlying transactions, events and conditions. The Sub-Fund's functional and presentation currency is US\$.

CSOP Huatai-PineBridge SSE Dividend Index ETF

The Sub-Fund's activities are substantially based in Singapore, with subscriptions and redemptions of the shares being denominated in Renminbi ("RMB").

The performance of the Sub-Fund is measured and reported to the investors in RMB. The Manager considers RMB as the currency which most faithfully represents the economic effects of the underlying transactions, events and conditions. The Sub-Fund's functional and presentation currency is RMB.

CSOP INVESTMENTS III VCC

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023

2. Material accounting policy information (continued)

(c) Foreign currency translation (continued)

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at the closing rates at the reporting date are recognised in the Statements of Total Return. Translation differences on non-monetary financial assets and liabilities such as equities are also recognised in the Statements of Total Return within the net gain or loss on value of investments.

(d) Distributions

The Manager has the absolute discretion to 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. The amount shall not be treated as part of the property of the Sub-Funds. Distributions are accrued for at the reporting date if the necessary approvals have been obtained and a legal or constructive obligation has been created.

(e) Investments

Investments are classified as financial assets at fair value through profit or loss.

(i) Initial recognition

Purchases of investments are recognised on the trade date. Investments are recorded at fair value on initial recognition.

(ii) Subsequent measurement

Investments are subsequently carried at fair value. Net change in fair value on investments are included in the Statements of Total Return in the year in which they arise.

(iii) Derecognition

Investments are derecognised on the trade date of disposal. The resultant realised gains or losses on the sales of investments are computed on the basis of the difference between the weighted average cost and selling price gross of transaction costs and are taken up in the Statements of Total Return.

(f) Basis of valuation of investments

The fair value of financial assets and liabilities traded in active markets is based on quoted market prices at the close of trading on the reporting date. The quoted market price used for equity securities held by the Sub-Funds is the last traded market price for both financial assets and financial liabilities where the last traded price falls within the bid ask spread. In circumstances where the last traded price is not within the bid ask spread, the Manager will determine the point within the bid ask spread that is most representative of fair value.

CSOP INVESTMENTS III VCC

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023

2. Material accounting policy information (continued)

(g) Receivables

Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Receivables are initially recognised at their fair value and subsequently carried at amortised cost using the effective interest method, less accumulated impairment losses.

(h) Due from and due to brokers

Sales and purchases awaiting settlement represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet settled or delivered on the Statements of Financial Position date respectively. These amounts are recognised initially at fair value and subsequently measured at amortised cost.

(i) Cash and cash equivalents

Cash and cash equivalents comprise cash at banks which are subject to an insignificant risk of changes in value.

(j) Payables

Accrued expenses are recognised initially at fair value and subsequently stated at amortised cost using the effective interest method.

(k) Expenses

Expenses including transaction costs on purchases or sales of investments are recognized in the Statements of Total Return as the related services are performed, in the period in which they arise.

(l) Management fee

Management fee expense is recognised on an accrual basis and in accordance with the Prospectus. Management fee is recognised as an expense over the period for which the service is provided.

(m) Subscription and redemption of shares

Shares are subscribed and redeemed at the prices based on the Sub-Fund's net asset value per share at the time of subscription or redemption for each respective class. The Sub-Fund's net asset value per share is calculated by dividing the net asset attributable to the shareholders of each class of shares with the total number of outstanding shares for each respective class.

CSOP INVESTMENTS III VCC

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023

3. Income tax

The Sub-Funds have applied for a tax exemption scheme with the Monetary Authority of Singapore (“MAS”) under the Section 13O of the Income Tax Act and the relevant Regulations. Subject to certain conditions being met on an annual basis, the Sub-Funds may enjoy Singapore corporate income tax exemption on “specified income” derived from “designated investments” for the life of the Sub-Funds. The tax exemption does not apply in the year when the relevant conditions are not met. Losses from “designated investments” are correspondingly disregarded. The terms “specified income” and “designated investments” are defined in the relevant income tax regulations. As at 31 December 2023, the application is still pending approval but it is expected that all net gains in fair value on investments will be tax exempted for the financial period then ended.

	CSOP iEdge Southeast Asia+ TECH Index ETF	CSOP Huatai- PineBridge SSE Dividend Index ETF
	For the financial period from 20 June 2023 (date of inception) to 31 December 2023 US\$	For the financial period from 1 December 2023 (date of inception) to 31 December 2023 RMB
Withholding tax	9,294	100

The withholding tax represents tax deducted at source on interest and dividend income.

4. Receivables

	CSOP iEdge Southeast Asia+ TECH Index ETF 2023 US\$	CSOP Huatai- PineBridge SSE Dividend Index ETF 2023 RMB
Dividends receivable	11,746	-
Other receivables	34,745	1,768
Due from shareholder	29,138,820	-
	29,185,311	1,768

CSOP INVESTMENTS III VCC

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023

5. Payables

	CSOP iEdge Southeast Asia+ TECH Index ETF 2023 US\$	CSOP Huatai- PineBridge SSE Dividend Index ETF 2023 RMB
Management fees payable	49,020	26,187
Valuation fees payable	1,981	1,177
Provision for audit fee	11,126	18,846
Other payables and accrued expenses	33,830	490,203
	95,957	536,413

6. Shares in issue

	CSOP iEdge Southeast Asia+ TECH Index ETF	CSOP Huatai- PineBridge SSE Dividend Index ETF
	For the financial period from 20 June 2023 (date of inception) to 31 December 2023	For the financial period from 1 December 2023 (date of inception) to 31 December 2023
Shares at beginning of the financial period	-	-
Shares created	139,303,043	6,751,500
Shares cancelled	(4,400,000)	-
Shares at end of the financial period	134,903,043	6,751,500
	31 December 2023 US\$	31 December 2023 RMB
Net assets attributable to shareholders	96,972,505	34,450,330
Net asset value per share	0.7188	5.1026

CSOP INVESTMENTS III VCC

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023

6. Shares in issue (continued)

A reconciliation of the net asset value as reported in the Statement of Financial Position to the net asset value as determined for the purpose of processing share subscription and redemption is provided below:

	CSOP iEdge Southeast Asia+ TECH Index ETF 2023 US\$	CSOP Huatai- PineBridge SSE Dividend Index ETF 2023 RMB
Net assets attributable to shareholders per share per financial statements	0.7188	5.1026
Effect of preliminary expenses	0.0008	0.0701
Effect of accounting adjustments	-	0.0021
Effect of movement in the net asset value between the last dealing date and the end of the reporting period [^]	0.0001	0.0006
Net assets attributable to shareholders per share for issuing/redeeming shares	0.7197	5.1754

[^] The net asset value for the purposes of processing share subscription and redemption was established in accordance with the methodology indicated in the Sub-Funds' Prospectus. This item reflects the movement in net asset value between the last dealing date and the end of reporting period.

There is 1 management share of US\$1 issued in respect of the Company as at 31 December 2023.

7. Reserve accounts

The Depository, China Securities Depository and Clearing Corporation Limited, requires a minimum clearing reserve fund for settlement of security transactions under the RMB Qualified Foreign Institutional Investor Scheme. CSOP Huatai-PineBridge SSE Dividend Index ETF therefore maintains reserve funds with its respective custodian for China Securities.

8. Financial risk management

The Sub-Funds' activities expose it to a variety of risk, including but not limited to market risk (including price risk, interest rate risk and currency risk), liquidity risk and credit risk. The Manager is responsible for the implementation of the overall risk management programme, which seeks to minimise potential adverse effects on the Sub-Funds' financial performance. Specific guidelines on exposures to individual securities and certain industries and/or countries are in place as part of the overall financial risk management to reduce the Sub-Funds' risk exposures to these risks.

The investment objective of CSOP iEdge Southeast Asia+ TECH Index ETF is to replicate as closely as possible, before fees and expenses, the performance of the iEdge Southeast Asia+ TECH Index.

The investment objective of CSOP Huatai-PineBridge SSE Dividend Index ETF is to replicate as closely as possible, before fees and expenses, the performance of the SSE Dividend Index.

CSOP INVESTMENTS III VCC

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023

8. Financial risk management (continued)

The financial instruments are held in accordance with the published investment policies of the Sub-Funds and managed accordingly to achieve the investment objectives.

(a) Market risk – Price risk

Price risk is the risk that arises from uncertainties about future prices of financial instruments.

The Sub-Funds' investment is substantially dependent on the changes of market prices. The Sub-Funds' overall market positions are monitored regularly so as to assess changes in fundamentals and valuation. However, events beyond reasonable control of the Manager could affect the prices of the underlying investments and hence the net asset value of the Sub-Funds.

The Sub-Funds' market price risk is managed through diversification of the investment portfolio across various geographies and industries in accordance with the investment objectives disclosed above.

The table below summarises the impact of an increase/decrease of the index components within the associated Index, with all other variables held constant, on the net assets attributable to shareholders as at 31 December 2023. The analysis was based on the assumptions that the index components within the associated Index increased/decreased by a reasonable possible shift, with all other variables held constant and that the fair value of Sub Funds' investments moved according to the beta. Reasonable possible changes in market index percentage are revised annually depending on the Manager's current view on market volatility and other relevant factors.

Sub-Fund	Index	Increase/Decrease	Increase/Decrease
		in index components (%)	in net assets attributable to shareholders (%)
		31 December 2023	31 December 2023
CSOP iEdge Southeast Asia+ TECH Index ETF	iEdge Southeast Asia+ TECH Index	19	15
CSOP Huatai-PineBridge SSE Dividend Index ETF	SSE Dividend Index	9	7

(b) Market risk – 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.

Investment funds that invest in equity securities may be subject to interest rate risk as any interest rate change may affect the equity risk premium though at varying degrees. To manage this risk, the Manager analyses how interest rate changes may affect different industries and securities and then seeks to adjust the Sub-Funds' portfolio investments accordingly.

However, the effects of changes in interest rates on the Sub-Funds' portfolio may not be quantified as the relationship between the interest rates and the value of equity securities is indirect. Hence, no sensitivity analysis has been presented separately.

CSOP INVESTMENTS III VCC

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023

8. Financial risk management (continued)

(c) Market risk – Currency risk

Currency risk is the risk that the value of a financial instrument will fluctuate because of changes in foreign exchange rates.

To minimise currency risk, the Sub-Funds mainly holds its excess cash in its functional currency. For hedging purposes, the Sub-Funds may also enter into forward foreign exchange contracts.

The table below summarises the Sub-Funds' exposure to currency risk.

CSOP iEdge Southeast Asia+ TECH Index ETF

31 December 2023	SGD US\$	IDR US\$	MYR US\$	THB US\$	HKD US\$	USD US\$	Total US\$
Assets							
Portfolio of investments	12,020,253	14,373,575	11,186,349	15,497,698	611,287	39,590,846	93,280,008
Receivables	-	-	11,746	-	-	29,173,565	29,185,311
Cash and cash equivalents	1,423	-	-	-	-	286,465	287,888
Total assets	12,021,676	14,373,575	11,198,095	15,497,698	611,287	69,050,876	122,753,207
Liabilities							
Payables	-	-	-	-	-	95,957	95,957
Due to brokers	3,673,803	4,289,137	3,370,098	2,282,677	183,132	11,885,898	25,684,745
Total liabilities	3,673,803	4,289,137	3,370,098	2,282,677	183,132	11,981,855	25,780,702
Net currency exposure	8,347,873	10,084,438	7,827,997	13,215,021	428,155	57,069,021	

CSOP INVESTMENTS III VCC

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023

8. Financial risk management (continued)

(c) Market risk – Currency risk (continued)

CSOP Huatai-PineBridge SSE Dividend Index ETF

31 December 2023	RMB RMB	USD RMB	SGD RMB	Total RMB
Assets				
Portfolio of investments	33,829,309	-	-	33,829,309
Receivables	1,768	-	-	1,768
Cash and cash equivalents	816,732	11,277	293,177	1,121,186
Reserve accounts	34,480	-	-	34,480
Total assets	34,682,289	11,277	293,177	34,986,743
Liabilities				
Payables	536,413	-	-	536,413
Total liabilities	536,413	-	-	536,413
Net currency exposure	34,145,876	11,277	293,177	

Portfolio of investments, which is a significant item in the Statements of Financial Position is exposed to currency risk and other price risk. The Manager has considered the impact of currency risk sensitivity on non-monetary assets, which include listed equities, as part of the price risk sensitivity analysis.

As of 31 December 2023, the Sub-Funds do not hold substantial monetary assets/liabilities denominated in foreign currencies. Changes in foreign exchange rates on monetary assets/liabilities will not result in a significant change in the net asset value of the Sub-Funds. Hence, no separate sensitivity analysis on foreign currency risk has been presented.

CSOP INVESTMENTS III VCC

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023

8. Financial risk management (continued)

(d) Liquidity risk

Liquidity risk is the risk of loss arising from the inability of the Sub-Funds to meet its obligations as and when they fall due without incurring unacceptable cost or losses.

The Sub-Funds are exposed to daily cash redemptions from shareholders. However, in accordance with the Sub-Funds' prospectus, minimum redemption size is set. The Manager therefore ensures that the Sub-Funds maintain sufficient cash and cash equivalents and that it is able to obtain cash from the sale of investments held to meet its liquidity requirements. Reasonable efforts will be taken to invest in investments that are traded in an active market and can be readily disposed of.

The Sub-Funds' financial liabilities are analysed using contractual undiscounted cash flows for maturity groupings based on the remaining period at the Statements of Financial Position date to the contractual maturity date. As at 31 December 2023, all liabilities are either payable upon demand or due in less than 3 months. The impact of discounting is not significant.

As at 31 December 2023

	<u>Less than 3 months</u>	
	CSOP iEdge Southeast Asia+ TECH Index ETF US\$	CSOP Huatai- PineBridge SSE Dividend Index ETF RMB
Payables	95,957	536,413
Due to brokers	25,684,745	-

(e) Credit risk

Credit risk is the risk that a counterparty will be unable to fulfil its obligation to the Sub-Funds in part or in full as and when they fall due.

Concentrations of credit risk are minimised primarily by:

- ensuring counterparties as well as the respective credit limits are approved;
- ensuring there are controls in place to identify and assess the creditworthiness of counterparties and review such controls on a semi-annual basis; and
- ensuring that transactions are undertaken with a large number of counterparties.

CSOP INVESTMENTS III VCC

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023

8. Financial risk management (continued)

(e) Credit risk

The Sub-Funds are also exposed to counterparty credit risk on its financial assets held at amortised cost. As at 31 December 2023, the Sub-Funds' financial assets held at amortised cost as disclosed in the Statements of Financial Position are realised within three months. The Manager considers the probability of default to be insignificant as the counterparties generally have a strong capacity to meet their contractual obligations in the near term. Hence, no loss allowance has been recognised based on the 12-month expected credit losses as any such impairment would be insignificant to the Sub-Funds.

Credit risk arises from cash and cash equivalents and outstanding and committed transactions with brokers (where applicable). The table below summarises the credit rating of bank and custodian in which the Sub-Funds assets are held as at 31 December 2023.

CSOP iEdge Southeast Asia+ TECH Index ETF

	Credit rating as at 31 December 2023	Source of credit rating
Bank and custodian		
- DBS Bank Limited	Aa1	Moody's

CSOP Huatai-PineBridge SSE Dividend Index ETF

	Credit rating as at 31 December 2023	Source of credit rating
Bank and custodian		
- DBS Bank Limited	Aa1	Moody's

The credit ratings are based on Long-Term Local Issuer Ratings published by the rating agency.

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

(f) Capital management

The Sub-Funds' capital is represented by the net assets attributable to shareholders. The Sub-Funds strives to invest the subscriptions of redeemable participating shares in investments that meet the Sub-Funds' investment objectives while maintaining sufficient liquidity to meet shareholder redemptions.

CSOP INVESTMENTS III VCC

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023

8. Financial risk management (continued)

(g) Fair value estimation

The Sub-Funds 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:

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

The following table analyses within the fair value hierarchy the Sub-Funds' financial assets and liabilities (by class) measured at fair value at 31 December 2023:

CSOP iEdge Southeast Asia+ TECH Index ETF

	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
As at 31 December 2023				
Assets				
Portfolio of investments				
- Quoted equities	93,280,008	-	-	93,280,008

CSOP Huatai-PineBridge SSE Dividend Index ETF

	Level 1 RMB	Level 2 RMB	Level 3 RMB	Total RMB
As at 31 December 2023				
Assets				
Portfolio of investments				
- Quoted exchange traded funds	33,829,309	-	-	33,829,309

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 funds. The Sub-Funds do not adjust the quoted price for these instruments.

Except for cash and cash equivalents which are classified as Level 1, the Sub-Funds' assets and liabilities not measured at fair value at 31 December 2023 have been classified as Level 2. The assets and liabilities included in the Statement of Financial Position except portfolio of investments are carried at amortised cost; their carrying values are reasonable approximation of fair value.

CSOP INVESTMENTS III VCC

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023

9. Related party transactions

In addition to related party information shown elsewhere in the financial statements, the following significant transactions took place during the financial period between the Sub-Funds and the related party at terms agreed between the parties and within the provisions of the prospectus:

	CSOP iEdge Southeast Asia+ TECH Index ETF 31 December 2023 US\$	CSOP Huatai- PineBridge SSE Dividend Index ETF 31 December 2023 RMB
Bank balances held with the Custodian	287,888	1,121,186

10. Auditor's remuneration

During the financial period, the following fees were paid or payable for services provided by the Auditor of the Sub-Funds.

	CSOP iEdge Southeast Asia+ TECH Index ETF For the financial period from 20 June 2023 (date of inception) to 31 December 2023 US\$	CSOP Huatai- PineBridge SSE Dividend Index ETF For the financial period from 1 December 2023 (date of inception) to 31 December 2023 RMB
Auditor's remuneration paid/payable to:		
- Auditor of the Sub-Fund	11,126	18,846
Other fees paid/payable to:		
- Auditor of the Sub-Fund	3,086	3,632
	14,212	22,478

CSOP INVESTMENTS III VCC

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023

11. Financial ratios

CSOP iEdge Southeast Asia+ TECH Index ETF

Expense ratio

		2023
Total operating expenses		
- Including preliminary expenses	US\$	320,731
- Excluding preliminary expenses	US\$	199,254
Average daily net asset value	US\$	23,289,840
Total expense ratio¹ (annualised)		
- Including preliminary expenses	%	2.12%
- Excluding preliminary expenses	%	1.60%

Turnover ratio

		2023
Lower of total value of purchases or sales	US\$	7,031,369
Average daily net asset value	US\$	23,289,840
Total turnover ratio²	%	<u>30.19</u>

CSOP Huatai-PineBridge SSE Dividend Index ETF

Expense ratio

		2023
Total operating expenses		
- Including preliminary expenses	RMB	564,923
- Excluding preliminary expenses	RMB	83,743
Average daily net asset value	RMB	34,559,095
Total expense ratio¹ (annualised and including underlying investments fund's expense ratio)		
- Including preliminary expenses	%	4.83%
- Excluding preliminary expenses	%	3.44%

Weighted average for underlying investments fund's unaudited expense ratio	%	<u>0.59%</u>
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Turnover ratio

		2023
Lower of total value of purchases or sales	RMB	34,498,813
Average daily net asset value	RMB	34,559,095
Total turnover ratio²	%	<u>99.83</u>

¹ 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 at financial period end was based on total operating expenses divided by the average net asset value for the financial period. The total operating expenses do not include (where applicable) brokerage and other transactions costs, performance fee, interest expense, distribution paid out to shareholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. The Sub-Funds do not pay any performance fee. The average net asset value is based on the daily balances.

² 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 the total value of purchases and sales of the underlying investments, divided by the average daily net asset value.

CSOP INVESTMENTS III VCC

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023

12. Comparatives

These financial statements are the first set of financial statements of the Company and the Sub-Funds. Hence, there are no comparative figures.

13. Authorisation of financial statements

These financial statements were authorised for issue in accordance with a resolution of the Board of Directors of the Company on 27 March 2024.

CSOP INVESTMENTS III VCC

REPORT TO SHAREHOLDERS

For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023

The following contains additional information relating to the Sub-Funds.

1. Distribution of investments

Please refer to the Statements of Portfolio on pages 12 to 15.

2. Credit rating of debt securities

Nil

3. Top 10 holdings

10 largest holdings at 31 December 2023

CSOP iEdge Southeast Asia+ TECH Index ETF

	Fair value US\$	Percentage of total net assets attributable to shareholders %
Wipro Ltd.	10,237,460	10.56
Sea Limited	9,970,956	10.28
Grab Holdings Limited	9,881,446	10.19
PT Astra International Tbk	9,378,242	9.67
Infosys Limited	9,335,643	9.63
Delta Electronics (Thailand) Public Company Limited	8,543,266	8.81
Venture Corporation Limited	5,621,539	5.80
Jardine Cycle & Carriage Limited	4,251,190	4.38
Inari Amertron Berhad	2,926,182	3.02
KCE Electronics Public Company Limited	2,285,096	2.36

CSOP Huatai-PineBridge SSE Dividend Index ETF

	Fair value RMB	Percentage of total net assets attributable to shareholders %
Huatai-PineBridge SSE Dividend Index ETF	33,829,309	98.20

4. Exposure to derivatives

Nil

5. Global exposure to financial derivatives

Nil

6. Collateral

Nil

7. Securities Lending or Repurchase Transactions

Nil

CSOP INVESTMENTS III VCC

REPORT TO SHAREHOLDERS

For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023

8. Investment in unit trusts, mutual funds and collective investment schemes

Please refer to the Statements of Portfolio on pages 12 to 15.

9. Borrowings

Nil

10. Amount of participating shares issued and redeemed for the financial period

	CSOP iEdge Southeast Asia+ TECH Index ETF US\$	CSOP Huatai- PineBridge SSE Dividend Index ETF RMB
Shares issued	97,548,539	35,704,972
Shares redeemed	(2,992,300)	-

11. Performance of Fund in a consistent format

Period	CSOP iEdge Southeast Asia+ TECH Index ETF		CSOP Huatai- PineBridge SSE Dividend Index ETF	
	NAV-to-NAV	Index*	NAV-to-NAV	Index**
3 Months	3.39%	3.80%	N/A	N/A
6 Months	1.87%	2.12%	N/A	N/A
Since inception	(3.83%)	(2.95%)	(2.09%)	(1.24%)

Note:

Returns are calculated on a NAV-to-NAV basis in USD for CSOP iEdge Southeast Asia+ TECH Index ETF and RMB for CSOP Huatai-PineBridge SSE Dividend Index ETF

For periods exceeding 1 year, performance is based on average annual compounded returns.

* iEdge Southeast Asia+ TECH Index

** SSE Dividend Index

12. Turnover ratios

Please refer to Note 11 of the Notes to the Financial Statements on page 30.

13. Expense ratios

Please refer to Note 11 of the Notes to the Financial Statements on page 30.

14. Related party transactions

Please refer to Note 9 of the Notes to the Financial Statements on page 29.

15. Any other material information that will adversely impact the valuation of the Sub-Fund

Nil

CSOP INVESTMENTS III VCC

REPORT TO SHAREHOLDERS

For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023

16. Soft dollar commissions/ arrangements

The Manager may receive or enter into soft dollar commissions or arrangements in respect of the Company and/or the Sub-Funds. The soft dollar commissions which the Manager may receive include research, and payment of certain expenses, such as newswire and data processing charges, quotation services, and periodical subscription fees.

Soft dollar commissions or arrangements shall not include travel, accommodation, entertainment, general administrative goods and services, general office equipment or premises, membership fees, employees' salaries, direct money payment, or any other goods and services as may be prescribed from time to time in any code or guideline issued by the Investment Management Association of Singapore from time to time.

The Manager will not accept or enter into soft dollar commissions or arrangements unless such soft dollar commissions or arrangements would, in the opinion of the Manager, be reasonably expected to assist the Manager in their management of the Company and/or the Sub-Funds, provided that the Manager shall ensure at all times that transactions are executed on a "best execution" basis taking into account the relevant market at the time for transactions of the kind and size concerned, and that no unnecessary trades are entered into in order to qualify for such soft dollar commissions or arrangements.

CSOP INVESTMENTS III VCC

REPORT TO SHAREHOLDERS

For the financial period from 9 September 2022 (date of incorporation) to 31 December 2023

The details which follow make reference to the investments within the Huatai-PineBridge SSE Dividend Index ETF, unless stated otherwise.

1. Top 10 holdings

10 largest holdings at 31 December 2023

	Fair value RMB	Percentage of total net assets attributable to shareholders %
Shaanxi Coal Industry Company Limited	516,583,086	3.10
China Shenhua Energy Company Limited	506,329,555	3.04
Tangshan Port Group Co., Ltd.	474,093,697	2.85
Shanxi Coal International Energy Group Co., Ltd	460,252,801	2.77
Anhui Hengyuan Coal Industry and Electricity Power Co., Ltd.	439,215,180	2.64
China Petroleum & Chemical Corporation	422,938,343	2.54
Nanjing Iron & Steel Co., Ltd.	419,445,257	2.52
Xiamen ITG Group Corp., Ltd.	415,023,827	2.49
Daqin Railway Co., Ltd.	400,425,151	2.41
Youngor Group Co., Ltd.	399,086,961	2.40

2. Financial Ratios

	2023 %
Expense ratio ¹	0.60
Turnover ratio	32.64

¹ The expense ratio has been computed based on the total operating expenses divided by the average net asset value for the period. The total operating expenses do not include (where applicable) brokerage and other transactions costs, performance fee, interest expense, distribution paid out to shareholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. The average net asset value is based on the daily balances.