

***This statement provides you with key information about this product.
This statement is a part of the offering document.
You should not invest in this product based on this statement alone.***

Quick facts

Manager:	CMS Asset Management (HK) Co., Limited
Trustee:	BOCI-Prudential Trustee Limited
Custodian:	Bank of China (Hong Kong) Limited
Dealing frequency:	Daily
Base currency:	HKD
Dividend policy:	The Manager has discretion to determine whether to make any dividend distribution and the frequency and amount of dividend distribution. There is no guarantee that the Sub-Fund will make any regular dividend distribution nor is there any guarantee on the amount of dividend being distributed from time to time.
Ongoing charges over a year# *:	<p>Class A: 0.61%</p> <p>Class B: 0.23%</p> <p>Class I: 0.13%</p> <p># The ongoing charges figure is based on expenses for the 12 months ended 31 December 2024. This figure may vary from year to year. It represents the ongoing expenses expressed as a percentage of the Sub-Fund's average net asset value over the same period.</p> <p>* From 3 September 2024 onwards, the Manager will bear all other types of ongoing expenses of the Sub-Fund out of the management fees that it receives until further notice.</p>
Financial year end of this Sub-Fund:	31 December
Min. investment:	<p>Class A: HKD1 initial, HKD1 additional</p> <p>Class B: HKD10,000 initial, HKD10,000 additional</p> <p>Class I: HKD1,000,000 initial, HKD1,000,000 additional</p>
Min. holding:	<p>Class A: Units with aggregate minimum value of HKD1</p> <p>Class B: Units with aggregate minimum value of HKD10,000</p> <p>Class I: Units with aggregate minimum value of HKD1,000,000</p>
Min. redemption:	<p>Class A: Units with aggregate minimum value of HKD1</p> <p>Class B: Units with aggregate minimum value of HKD10,000</p> <p>Class I: Units with aggregate minimum value of HKD1,000,000</p>

What is this product?

CMS Money Market Fund (the “**Sub-Fund**”) is a fund constituted in the form of a unit trust. The Sub-Fund is a sub-fund of CMS Funds, which is a Hong Kong domiciled umbrella structure unit trust and is governed by the laws of Hong Kong.

The Sub-Fund is an investment fund. Investors should note that purchase of a Unit in the Sub-Fund is not the same as placing funds on deposit with a bank or deposit-taking company and that the Sub-Fund is not subject to the supervision of the Hong Kong Monetary Authority. The Sub-Fund does not have a constant Net Asset Value and does not guarantee the repayment of investment principal. The Manager has no obligation to redeem Units at the offer value.

Objective and Investment Strategy

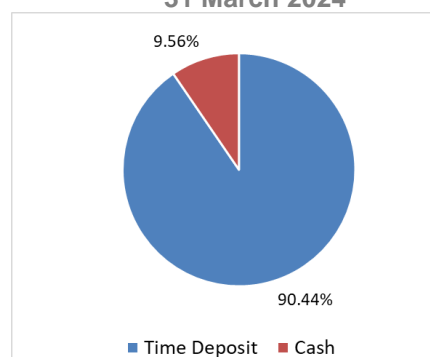
Investment Objective

CMS Money Market Fund seeks to achieve a return in Hong Kong dollars in line with a combination of HK Dollars and US Dollars money market rates, with primary considerations of both capital security and liquidity.

Investment Mix

as at

31 March 2024



Investment Strategy

The Sub-Fund seeks to achieve its investment objective by investing primarily (i.e. not less than 70% of its Net Asset Value) in HKD denominated and USD denominated short-term deposits and high-quality money market instruments issued by governments, quasi-governments, international organisations and financial institutions or other corporations. The asset allocation of the Sub-Fund will change according to the Manager's view of market conditions and the international investment trends and environment. The Manager will compare the yield spread of money market instruments denominated in the different currencies (HKD and USD), and will take into consideration factors such as currency risk, liquidity, costs, timing of execution and the relative attractiveness of individual securities and issuers in the market.

High-quality money market instruments include but are not limited to government bills, short term notes, bankers' acceptance, commercial papers, certificates of deposits, commercial bills and high-quality debt securities. In assessing whether a money market instrument is of high quality, at a minimum, the credit quality and the liquidity profile of the money market instruments will be taken into account. The Sub-Fund may also invest up to 10% of its net asset value in money market funds which are authorized by the SFC or regulated in a manner generally comparable with the requirements of the SFC and acceptable to the SFC

High-quality debt securities invested by the Sub-Fund include but are not limited to government bonds, fixed and floating rate bonds. The Sub-Fund will not invest in instruments with loss-absorption features (such as contingent convertible bonds or senior non-preferred debt). The Sub-Fund will only invest in money market instruments and debt securities rated investment grade or above by Fitch, Moody's or Standard and Poor's. A money market instrument or debt security is considered to be of investment grade if any one of its credit rating by Fitch, Moody's, or Standard and Poor can satisfy any one the following rating requirement at the time of investment: (i) BBB- or higher by Standard & Poor's, (ii) BBB- or higher by Fitch, or (iii) Baa3 or higher by Moody's. For this purpose, if the relevant debt security does not itself have a credit rating, then reference can be made to the credit rating of the issuer of such debt security. Where the credit ratings of the relevant debt securities are downgraded to ratings which are below BBB- by Standard & Poor's, BBB- by Fitch and

Baa3 by Moody's, the Manager will, having regard to the interests of the Unitholders, seek to dispose of all such downgraded debt securities in a gradual and orderly manner in light of the then prevailing market conditions.

Investment in urban investment bonds will be limited to 10% of the Sub-Fund's Net Asset Value. "Urban investment bonds (城投債)" invested by the Sub-Fund are issued by local government financing vehicles ("LGFV") in Mainland interbank bond market. These LGFVs are separate legal entities established by local governments and/or their affiliates to raise financing for public welfare investment and infrastructure projects.

There is no specific geographical allocation of the country of issue of the Sub-Fund's investments. Countries or regions in which the Sub-Fund may invest in include but are not limited to the greater China region (which includes mainland China, Hong Kong, Taiwan, Macau) and other developed markets.

The aggregate value of the Sub-Fund's holding of instruments and deposits issued by a single entity will not exceed 10% of the total Net Asset Value of the Sub-Fund except: (i) where the entity is a substantial financial institution (as defined in the SFC's Code on Unit Trusts and Mutual Funds (the "Code")) and the total amount does not exceed 10% of the entity's share capital and non-distributable capital reserves, the limit may be increased to 25%; or (ii) in the case of Government and other public securities (as defined in the Code), up to 30% may be invested in the same issue; or (iii) in respect of any deposit of less than USD1,000,000, where the Sub-Fund cannot otherwise diversify as a result of its size.

The Sub-Fund will maintain a portfolio with weighted average maturity not exceeding 60 days and a weighted average life not exceeding 120 days and must not purchase an instrument with a remaining maturity of more than 397 days, or two years in the case of Government and other public securities.

The Sub-Fund may borrow up to 10% of its total Net Asset Value but only on a temporary basis for the purpose of meeting redemption requests or defraying operating expenses.

The Sub-Fund may invest in financial derivative instruments ("FDI") for hedging purposes only but not for investment purposes. The Sub-Fund will not write any options. Any material currency risk from non-HKD denominated investments will be appropriately hedged into HKD.

Currently, the Manager has no intention to enter into securities lending transactions, repurchase agreements, reverse repurchase agreements or similar over-the-counter ("OTC") transactions on behalf of the Sub-Fund. The Sub-Fund may by giving to the Unitholders no less than one (1) month's prior written notice (or such shorter period of notice as the SFC may approve or allow) engage in securities lending transactions, repurchase agreements, reverse repurchase agreements or similar OTC transactions on behalf of the Sub-Fund.

Use of derivatives

The Sub-Fund's net derivative exposure may be up to 50% of the Sub-Fund's Net Asset Value.

What are the key risks?

Investment involves risks. Please refer to the offering document for details including the risk factors.

General Investment Risk

- The Sub-Fund's investment portfolio may fall in value due to any of the key risk factors below and therefore Unitholders' investment in the Sub-Fund may suffer losses. There is no guarantee of the repayment of principal. There is also no guarantee of regular dividend or distribution payments during the period investors hold Units of the Sub-Fund.
- Further, there is no guarantee that the investment objective of the Sub-Fund can be achieved.

Risk Relating to money market instruments/ debt securities

Short-term instruments risk

- As the Sub-Fund invests significantly in short-term instruments with short maturities, it means the turnover rates of the Sub-Fund's investments may be relatively high and the transaction costs incurred as a result of the purchase or sale of short-term instruments may also increase which in turn may have a negative impact on the Net Asset Value of the Sub-Fund.

Credit/ counterparty risk

- The Sub-Fund is exposed to the credit/default risk of issuers of the money market instruments and debt securities that it invests in. The Sub-Fund is exposed to the risk that a counterparty in a transaction may default in its obligation to settle the transaction, or may be unable or unwilling to make timely payments on principal and/or interest. Where its counterparty does not perform its obligations under a transaction, the Sub-Fund may sustain substantial losses.

Interest rate risk

- Investment in the Sub-Fund is subject to interest rate risk. In general, the prices of debt securities rise when interest rates fall, whilst their prices fall when interest rates rise. Changes in monetary policies, such as interest rates policies, may have an adverse impact on the pricing of debt securities, and thus the return of the Sub-Fund.

Credit rating risk

- Credit ratings assigned by rating agencies are subject to limitations and do not guarantee the creditworthiness of the security and/or issuer at all times.

Downgrading risk

- The credit rating of a debt security or its issuer may be downgraded. In the event of such downgrading, the value of the Sub-Fund may be adversely affected. The Manager may or may not be able to dispose of the debt securities that are being downgraded. If the Sub-Fund continues to hold the relevant debt securities, it will be subject to additional risk of loss.

Valuation risk

- Valuation of the Sub-Fund's investments may involve uncertainties and judgmental determinations, and independent pricing information may not at all times be available. If such valuations should prove to be incorrect, the Net Asset Value of the Sub-Fund may be adversely affected.

Volatility and liquidity risk

- The debt securities in some of the markets that the Sub-Fund invests in (e.g. mainland China as an emerging market) may be subject to higher volatility and lower liquidity compared to more developed markets. The prices of debt securities traded in such markets may be subject to fluctuations.

Sovereign debt risk

- The Sub-Fund's investment in debt securities issued or guaranteed by governments may be exposed to political, social and economic risks. In adverse situations, the sovereign issuers may not be able or willing to repay the principal and/or interest when due or may request the Sub-Fund to participate in restructuring such debts. The Sub-Fund may suffer significant losses when there is a default of sovereign debt issuers.

Risks associated with bank deposits

- Bank deposits are subject to the credit risks of the relevant financial institutions. The Sub-Fund's deposit may not be protected by any deposit protection schemes, or the value of the protection under the deposit protection schemes may not cover the full amount deposited by the Sub-Fund. Therefore, if the relevant financial institution defaults, the Sub-Fund may suffer losses as a result.

Currency risks

- Underlying investments of the Sub-Fund may be denominated in currencies other than the base currency of the Sub-Fund. The Net Asset Value of the Sub-Fund may be affected unfavourably by fluctuations in the exchange rates between these currencies and the base currency and by changes in exchange rate controls.

Concentration Risk

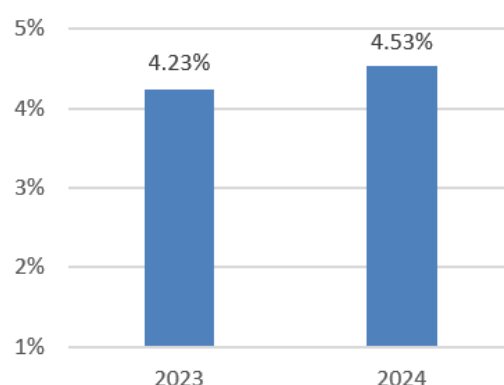
- The Sub-Fund's investments are concentrated in HKD and USD denominated deposits and money market instruments. The value of the Sub-Fund may be more volatile than that of a fund having a more diverse portfolio of investments.

Risks associated with investment in FDI / Hedging risk

- FDI may be illiquid and are complex in nature. Risks associated with FDI include counterparty/credit risk, liquidity risk, valuation risk, volatility risk and over-the-counter transaction risk. The leverage element/component of an FDI can result in a loss significantly greater than the amount invested in the FDI by the Sub-Fund. Exposure to FDI may lead to a high risk of significant loss by the Sub-Fund.
- Insofar as the Sub-Fund acquires FDI for hedging, it will be subject to additional risks. There can be no assurance that any hedging techniques will fully and effectively eliminate the risk exposure of the Sub-Fund.

How has the Sub-Fund performed?

- Past performance information is not indicative of future performance. Investors may not get back the full amount invested.
- The computation basis of the performance is based on the calendar year end, NAV-To-NAV, with dividend reinvested.
- These figures show by how much the Class I increased or decreased in value during the calendar year being shown. Performance data has been calculated in HKD including ongoing charges and excluding subscription fee and redemption fee you might have to pay.
- When no past performance is shown there was insufficient data available in that year to provide performance.
- Sub-Fund launch date: 28 November 2022
- Class I launch date: 28 November 2022



Is there any guarantee?

- This Sub-Fund does not have any guarantees. You may not get back the full amount of money you invest.

What are the fees and charges?

Charges which may be payable by you

You may have to pay the following fees when dealing in the units of the Sub-Fund.

Fee	What you pay
Subscription Fee (Preliminary Charge)	Class A, Class B and Class I: up to 3% of the subscription amount

Switching Fee (Switching Charge)	Class A, Class B and Class I: up to 0.5%
Redemption Fee (Redemption Charge)	Class A, Class B and Class I: Nil

Ongoing fees payable by the Sub-Fund

The following expenses will be paid out of the Sub-Fund. They affect you because they reduce the return you get on your investments.

Annual rate	
Management fee	Class A: 0.50%* of the class' value Class B: 0.15%* of the class' value Class I: 0.05%* of the class' value
Trustee fee	Class A, Class B and Class I: Up to 0.075*% of the value of each class (subject to a minimum monthly fee of HKD35,000 for the Sub-Fund)
Performance fee	Not applicable
Custodian fee (Custody fees)	Class A, Class B and Class I: Up to 0.03% of the Sub-Fund's value
Administration fee	Not applicable

* The current rate may be increased up to a specified permitted maximum level as set out in the Explanatory Memorandum by giving one month's prior notice to Unitholders.

From 3 September 2024 onwards, the Manager will bear all other types of ongoing expenses of the Sub-Fund out of the management fees that it receives until further notice.

Other fees

You may have to pay other fees when dealing in the units of the Sub-Fund.

Additional Information

- You generally buy and redeem units at the Sub-Fund's next-determined net asset value after the Authorised Distributor receives your request in good order before 11:00 a.m. (Hong Kong time) on each Dealing Day, which is generally every Business Day. The Authorised Distributor(s) may impose an earlier cut-off time for receiving instructions for subscriptions, redemptions or switching. Investors should confirm the arrangements of the Authorised Distributor(s) concerned.
- The net asset value of this Sub-Fund is calculated on each Business Day and is published daily at <http://www.cmschina.com.hk/en/AM/FundProduct>. Please note that the aforesaid website has not been reviewed by the SFC.

Important

If you are in doubt, you should seek professional advice.

The SFC takes no responsibility for the contents of this statement and makes no representation as to its accuracy or completeness.