

Press Release

CSOP Launches 2x Leveraged and -2x Inverse ETPs on US Oil & Gas Companies, Tracking Solactive Index

28 November 2022

FRANKFURT AM MAIN – As economies reopened after Covid-19 and geopolitical tensions have increased, both the demand and supply for oil & gas and the price of these commodities have been rising in volatility. They are the main ingredient for a great variety of industrial products such as transportation fuels, plastics, solvents, and a source of electricity and heat generation. Recently, market concerns over energy shortages provided strong tailwinds for oil & gas companies' stock prices. Solactive is pleased to announce that CSOP Asset Management now further strengthens its market-leading position in the Hong Kong L&I space by launching two new ETPs – a daily (2x) leveraged and a daily (-2x) inverse ETP – both using the Solactive US Large Oil & Gas Companies Index as underlying.

The **Solactive US Large Oil & Gas Companies Index** is a representation of the 15 largest securities listed on a stock exchange in the United States, from the Oil and Gas sectors. To be eligible for inclusion in the index, companies must be liquid enough and classified under the following industries: Oilfield Services/Equipment, Integrated Oil, Oil & Gas Pipelines, Oil & Gas Production, Oil Refining/Marketing, and/or Contract Drilling.

The **CSOP US Large Oil & Gas Companies Daily (2x) Leveraged Product** (Code: 7204.HK) provides investment results that, before fees and expenses, closely correspond to twice the daily performance of the Solactive index. The **CSOP US Large Oil & Gas Companies Daily (-2x) Inverse Product** (Code: 7505.HK), on the contrary, provides investment results that, before fees and expenses, closely correspond to minus two times the daily performance of the Solactive index.

Both ETPs are designed to allow investors to take tactical positions on the movement of major oil & gas companies from the US. In times of uncertainty, L&I products have been rising in popularity, as they can help investors to efficiently achieve short-term portfolio reallocations. While, for instance, leverage allows for positioning using substantially reduced levels of capital, inverse products can be excellent tools for tactical risk-hedging and diversification.

Timo Pfeiffer, Chief Markets Officer at Solactive, says: *"L&I products are increasingly gaining importance for investors who want to pursue short-term market views to generate capital gains, increase diversification, or hedging their positions. We are very pleased to expand our partnership with CSOP and serve one more time as the index provider of choice for the leading issuer of L&I products in Hong Kong."*

Solactive AG
German Index Engineering
Platz der Einheit 1
60327 Frankfurt am Main
Germany

Steffen Scheuble
CEO
+49 (69) 719 160-20
steffen.scheuble@solactive.com

Michael Li Ming Nuske, CFA
Team Head Sales APAC
+852 3905 3101
michael.nuske@solactive.com

Maria Seifert
PR & Communications
+49 (69) 719 160-311
maria.seifert@solactive.com

Ding Chen, CEO of CSOP comments: "We are delighted to bring this pair of Oil & Gas Leveraged and inverse products to global investors jointly with Solactive, further expanding our L&I products line to 19 in total. I believe CSOP US Large Oil & Gas Companies Daily (2x) Leveraged Product (7204.HK) and CSOP US Large Oil & Gas Companies Daily (-2X) Inverse Product (7505.HK) will be excellent trading tools that can help investors take advantage of US oil & gas sector movements amid this volatile market. We look forward to bringing more ETFs through our partnership with Solactive to our investors in the future."

For more information, please visit:

<http://www.solactive.com>

Note to editors

About Solactive

Solactive is a leading provider of indexing, benchmarking, and calculation solutions for the global investment and trading community. Headquartered in Frankfurt and, with offices in Hong Kong, Toronto, Berlin, and Dresden, we innovate and disrupt the status quo as the partner of choice for our clients.

The unique blend of our 250 staff's expertise in data, data science, financial markets, and technology enables our clients' continued success through the delivery of a superior experience, unique customization capabilities, and the best value for money available in the industry. With more than 20,000 indices calculated daily, we offer a full suite of solutions, including market-leading ESG and thematic indices.

As at January 2022, Solactive served approximately 500 clients across the world, with approximately US\$250 billion invested in products linked to our indices. Solactive is registered with ESMA as a benchmark administrator and is supervised by the BaFin.

Disclaimer

The information in this document does not constitute tax, legal or investment advice and is not intended as a recommendation for buying or selling securities. Solactive AG and all other companies mentioned in this document are not responsible for the consequences of reliance upon any opinion or statement contained herein or for any omission.

Solactive AG, Platz der Einheit 1, 60327 Frankfurt am Main, Germany. Registered Office: Frankfurt am Main, Registration Court: Amtsgericht Frankfurt am Main, HRB: 79986, USt-IdNr.: DE 255 598 976. Management Board: Steffen Scheuble, Alexander Steiner, and Timo Pfeiffer, Head of Supervisory Board: Dr Felix Mühlhäuser.

Solactive AG
German Index Engineering
Platz der Einheit 1
60327 Frankfurt am Main
Germany

Steffen Scheuble
CEO
+49 (69) 719 160-20
steffen.scheuble@solactive.com

Michael Li Ming Nuske, CFA
Team Head Sales APAC
+852 3905 3101
michael.nuske@solactive.com

Maria Seifert
PR & Communications
+49 (69) 719 160-311
maria.seifert@solactive.com