

## First Addendum to the MPF Scheme Brochure of the BCT (MPF) Pro Choice



This is the First Addendum (the “**First Addendum**”) to the MPF Scheme Brochure of the BCT (MPF) Pro Choice (the “**Plan**”) dated 23 March 2020 (the “**MPF Scheme Brochure**”). This First Addendum must be read in conjunction with and forms part of the MPF Scheme Brochure.

We have drawn up this list of consolidated incremental changes to supplement the information contained in the MPF Scheme Brochure. Bank Consortium Trust Company Limited (the “**Trustee**”) accepts responsibility for the information contained in this First Addendum as being accurate as at the date hereof. The MPF Scheme Brochure can be accessed via the website of the Trustee ([www.bcthk.com](http://www.bcthk.com)) or obtained by contacting the Trustee.

The numbers on the left column of the below table refer to the relevant pages of the current version of the MPF Scheme Brochure. Unless otherwise defined herein, terms used in this First Addendum bear the same meanings as in the MPF Scheme Brochure.

The following amendments are made to the MPF Scheme Brochure with effect from 2 July 2021.

Page 28	<p>The first paragraph under the heading “(a) Objective and policy” under the section headed “3.2.20. RMB Bond Fund” under the section headed “3.2 INVESTMENT OBJECTIVES AND POLICIES” in the section headed “3. FUND OPTIONS, INVESTMENT OBJECTIVES AND POLICIES” is deleted and replaced with the following:</p> <p>“The objective of the RMB Bond Fund, a bond fund, is to provide members with steady growth over the long term by investing as a feeder fund solely in “Invesco Pooled Investment Fund – RMB Bond Fund” (this fund is denominated in HKD only and not in RMB), an APIF which in turn invests primarily into RMB denominated debt instruments and money market instruments (including but not limited to commercial papers, certificates of deposit and bank deposits) issued or distributed outside and within the mainland China, with a primary focus on RMB denominated bonds issued in Hong Kong.”</p>
---------	---

Page 29	<p>The second paragraph under the heading “(b) Balance of investments” under the section headed “3.2.20. RMB Bond Fund” under the section headed “3.2 INVESTMENT OBJECTIVES AND POLICIES” in the section headed “3. FUND OPTIONS, INVESTMENT OBJECTIVES AND POLICIES” is deleted and replaced with the following:</p> <p>“The underlying APIF will invest at least 70% of its net assets in RMB denominated bonds issued outside and within the mainland China, with a primary focus on RMB denominated bonds issued in Hong Kong. It may also invest in other RMB denominated debt instruments which include but are not limited to convertible bonds, fixed rate and floating rate debt instruments, issued by governmental and supranational bodies, local authorities, national public bodies and corporations worldwide. Accordingly, the inherent risk of the RMB Bond Fund will be associated with, among other things, RMB denominated investments.”</p>
Page 29	<p>The fourth paragraph under the heading “(b) Balance of investments” under the section headed “3.2.20. RMB Bond Fund” under the section headed “3.2 INVESTMENT OBJECTIVES AND POLICIES” in the section headed “3. FUND OPTIONS, INVESTMENT OBJECTIVES AND POLICIES” is deleted and replaced with the following:</p> <p>“The underlying APIF may invest in debt securities traded on the China interbank bond market (“<b>CIBM</b>”) through the Bond Connect (and / or such other means as permitted by the relevant regulations from time to time) but will not invest in securities issued within mainland China through any Qualified Foreign Institutional Investor (QFII) quota.”</p>

Page 29	<p>The first paragraph under the heading “(e) Risks” under the section headed “3.2.20. RMB Bond Fund” under the section headed “3.2 INVESTMENT OBJECTIVES AND POLICIES” in the section headed “3. FUND OPTIONS, INVESTMENT OBJECTIVES AND POLICIES” is deleted and replaced with the following:</p> <p>“The performance of the RMB Bond Fund is subject to a number of risks, including the following: general investment risk, currency risk, risk of changes in laws, regulations, policies and practices, emerging markets risks, risk of default of financial institutions, risks of default of issuer of debt securities, risks of China interbank bond market and Bond Connect, as well as the risks described under section 4.2.5.”</p>
Page 46	<p>The second paragraph under the heading “Limited supply of RMB denominated debt instruments” under the sub-sub-section headed “4.2.5. RMB Bond Fund” under the sub-section headed “4.2 RISKS RELATING TO PARTICULAR FUNDS” in the section headed “4. RISKS” is deleted and replaced with the following:</p> <p>“Certain RMB debt instruments available in the market may not meet the requirements under Schedule 1 to the Regulation. Although it is expected that there will be sufficient issues of debt instruments that meet the requirements, the choice of investment may not be as diverse as other types of funds.”</p>

The following amendments are made to the MPF Scheme Brochure with effect from 1 January 2020.

Page 48	<p>The table headed “(C) FEES, EXPENSES AND CHARGES OF CONSTITUENT FUNDS (INCLUDING FEES, EXPENSES AND CHARGES OF THE UNDERLYING FUNDS)” under the section headed “5.1 FEE TABLE” in the section headed “5. FEES AND CHARGES” is deleted and replaced with the following:</p>			
<p><b>(C) FEES, EXPENSES AND CHARGES OF CONSTITUENT FUNDS (INCLUDING FEES, EXPENSES AND CHARGES OF THE UNDERLYING FUNDS)</b></p>				
<p><b>Type of fees, expenses &amp; charges</b></p>	<p><b>Name of constituent fund</b></p>	<p><b>Current level (% per annum of net asset value)</b></p>	<p><b>Deducted from</b></p>	
<p>Management Fees<sup>7</sup></p>	<p>BCT (Pro) China and Hong Kong Equity Fund</p>	<p>1.43%</p>	<p>Relevant constituent fund and APIF / ITCIS assets</p>	
	<p>BCT (Pro) Asian Equity Fund</p>	<p>1.50%</p>		
	<p>BCT (Pro) European Equity Fund</p>	<p>1.50%</p>		
	<p>BCT (Pro) Global Equity Fund</p>	<p>1.44%</p>		
	<p>BCT (Pro) Hang Seng Index Tracking Fund</p>	<p>0.75% - 0.80%</p>		
	<p>BCT (Pro) Greater China Equity Fund</p>	<p>Up to 0.99%</p>		
	<p>BCT (Pro) World Equity Fund</p>			

	BCT (Pro) SaveEasy 2040 Fund	Up to 1.45% the fee shall be reduced to up to 1.2% five years prior to reaching the beginning (i.e. 1 January) of the applicable target year	
	BCT (Pro) SaveEasy 2035 Fund		
	BCT (Pro) SaveEasy 2030 Fund		
	BCT (Pro) SaveEasy 2025 Fund	Up to 1.20%	
	BCT (Pro) SaveEasy 2020 Fund	Up to 1.20%	
	BCT (Pro) E90 Mixed Asset Fund	1.44%	
	BCT (Pro) E70 Mixed Asset Fund	1.44%	
	BCT (Pro) E50 Mixed Asset Fund	1.44%	
	BCT (Pro) E30 Mixed Asset Fund	1.44%	
	BCT (Pro) Flexi Mixed Asset Fund	Up to 1.32%	
	BCT (Pro) Core Accumulation Fund	0.75%	
	BCT (Pro) Age 65 Plus Fund	0.75%	
	BCT (Pro) RMB Bond Fund	1.175%	
	BCT (Pro) Global Bond Fund	1.40%	
	BCT (Pro) Hong Kong Dollar Bond Fund	0.9995%	
BCT (Pro) MPF Conservative Fund	0.88%		

	<p>Other Expenses</p>	<p>Each constituent fund would also bear various costs and expenses that are related to the operations and continuation of the fund, such as compensation fund levy (if any), establishment cost of the scheme (although no establishment costs will be charged in respect of the DIS Funds), indemnity insurance, sub-custodians' fees (where applicable), auditor's fees, legal charges and constituent fund level's licence fee (applicable to BCT (Pro) Hang Seng Index Tracking Fund only), etc. Certain recurrent out-of-pocket expenses relating to the Core Accumulation Fund and the Age 65 Plus Fund are subject to a statutory annual limit of 0.2% of the net asset value of those funds and will not be charged to or imposed on the fund in excess of that amount.</p> <p>(For details, please refer to section 5.1.3.3 below).</p>	<p>Relevant constituent fund and APIF assets <i>(where such expenses are not directly attributable to a fund, each fund will bear such expenses in proportion to its respective net asset value)</i></p>
--	-----------------------	---	--

The first table under the section headed “5.1.3.2. Underlying Funds” under the section headed “5.1.3 EXPLANATORY NOTES” under the section headed “5.1 FEE TABLE” in the section headed “5. FEES AND CHARGES” is deleted and replaced with the following:

<b>Name of constituent fund</b>	<b>Sponsor fee</b>	<b>Trustee, administration and custodian fee</b>	<b>Investment management fee</b>
	<i>(% p.a. of net asset value)</i>		
BCT (Pro) China and Hong Kong Equity Fund	0.02%	0.10%	Nil
BCT (Pro) Asian Equity Fund	0.02%	0.10%	Nil
BCT (Pro) European Equity Fund	0.02%	0.10%	Nil
BCT (Pro) Global Equity Fund	0.02%	0.10%	Nil
BCT (Pro) Hang Seng Index Tracking Fund	N/A	Up to 0.05% <sup>‡</sup>	Up to 0.05% <sup>‡</sup>
BCT (Pro) Greater China Equity Fund	N/A	Nil	Up to 0.31%
BCT (Pro) World Equity Fund	N/A	Nil	Up to 0.61%
BCT (Pro) SaveEasy 2040 Fund	N/A	Up to 0.10% <sup>*</sup>	0.75% <sup>^</sup>
BCT (Pro) SaveEasy 2035 Fund	N/A	Up to 0.10% <sup>*</sup>	0.75% <sup>^</sup>
BCT (Pro) SaveEasy 2030 Fund	N/A	Up to 0.10% <sup>*</sup>	0.75% <sup>^</sup>
BCT (Pro) SaveEasy 2025 Fund	N/A	Up to 0.10% <sup>*</sup>	0.50% <sup>^</sup>
BCT (Pro) SaveEasy 2020 Fund	N/A	Up to 0.10% <sup>*</sup>	0.50% <sup>^</sup>
BCT (Pro) E90 Mixed Asset Fund	0.02%	0.10%	Nil
BCT (Pro) E70 Mixed Asset Fund	0.02%	0.10%	Nil

BCT (Pro) E50 Mixed Asset Fund	0.02%	0.10%	Nil
BCT (Pro) E30 Mixed Asset Fund	0.02%	0.10%	Nil
BCT (Pro) Flexi Mixed Asset Fund	N/A	Up to 0.07%	0.45%
BCT (Pro) Core Accumulation Fund	N/A	0.08% <sup>##</sup>	0.08% <sup>##</sup>
BCT (Pro) Age 65 Plus Fund	N/A	0.08% <sup>##</sup>	0.08% <sup>##</sup>
BCT (Pro) RMB Bond Fund	N/A	0.10%	Nil
BCT (Pro) Global Bond Fund	0.02%	0.10%	Nil
BCT (Pro) Hong Kong Dollar Bond Fund	N/A	0.0295%	Nil

The following amendments are made to the MPF Scheme Brochure with immediate effect.

Page 52	<p>The last paragraph in section 5.1.3.2 headed “Underlying Funds” under the section 5.1.3 headed “EXPLANATORY NOTES” under section 5.1 headed “FEE TABLE” in section headed “5. FEES AND CHARGES” is deleted and replaced with the following:</p> <p><i>“Increase in Fees:</i> The fees of the underlying APIFs may be increased by giving a 3 months’ notice to the relevant unitholders concerned provided that the maximum levels are not exceeded.”</p>
---------	--

Date: 22 March 2021

ISSUED BY BANK CONSORTIUM TRUST COMPANY LIMITED