



BCT (MPF) Industry Choice – Product Summary

November 2018 Version

Important Notes

- You should consider your own risk tolerance level and financial circumstances before making any investment choices or investing according to the Default Investment Strategy. When, in your selection of funds or the Default Investment Strategy, you are in doubt as to whether a certain fund or the Default Investment Strategy is suitable for you (including whether it is consistent with your investment objective), you should seek financial and/or professional advice and choose the investment choice(s) most suitable for you taking into account your circumstances.
- In the event that you do not make any investment choices, please be reminded that your contributions made and/or accrued benefits transferred into the Plan will be invested in accordance with the Default Investment Strategy, which may not necessarily be suitable for you.
- Your investment decision should not be based on this document alone. Please read the principal brochure of BCT (MPF) Industry Choice for further details, including the risk factors.
- BCT (Industry) MPF Conservative Fund does not guarantee the repayment of capital.

Fund Choices

With 12 constituent funds available, BCT (MPF) Industry Choice is an industry scheme that provides members with fund choices covering a wide spectrum of risk / return levels to meet different members' needs. The constituent fund categorization below to which BCT's constituent funds belong is determined by BCT. Such categorization is for reference only and will be updated as and when appropriate.

Constituent Fund		Investment Manager	Fund Description	Management Fees ¹ (% per annum of net asset value)	Risk & Return Level [▲]
Equity Funds	BCT (Industry) Hong Kong Equity Fund	Fidelity	<ul style="list-style-type: none"> Solely invest in equity market of Hong Kong, namely equities of companies listed in Hong Kong (including Greater China companies that are listed in Hong Kong) or companies which have a business connection with Hong Kong (including companies which are listed outside Hong Kong). Companies which have a business connection with Hong Kong include but are not limited to companies that are domiciled or incorporated in Hong Kong. Normally invest 95% of its net assets in equities 	Up to 1.535%	5 (High)
	BCT (Industry) Asian Equity Fund	Schroders	<ul style="list-style-type: none"> Primarily in securities of companies in Asian equity market (excluding Japan) Normally, a minimum of 60% in Asian equities (excluding Japan) 	1.6%	4 (Medium to High)
	BCT (Industry) Global Equity Fund	Templeton	<ul style="list-style-type: none"> Primarily in securities of companies listed on the global stock markets No prescribed allocations for investments in any specific countries or currencies 		4 (Medium to High)
Mixed Asset Funds	BCT (Industry) E70 Mixed Asset Fund	Invesco	<ul style="list-style-type: none"> Primarily in global equities, global bonds and banks deposits Globally diversified with a bias towards Hong Kong Benchmark weightings of investments are, but not restricted to, 70% in equities and 30% in fixed income securities 	1.53%	3 (Medium)
	BCT (Industry) E50 Mixed Asset Fund	Invesco	<ul style="list-style-type: none"> Primarily in global equities, global bonds and banks deposits Globally diversified with a bias towards Hong Kong Benchmark weightings of investments are, but not restricted to, 50% in equities and 50% in fixed income securities 		3 (Medium)
	BCT (Industry) E30 Mixed Asset Fund	Invesco	<ul style="list-style-type: none"> Primarily in global equities, global bonds and banks deposits Globally diversified with a bias towards Hong Kong Benchmark weightings of investments are, but not restricted to, 30% in equities and 70% in fixed income securities 		2 (Low to Medium)
	BCT (Industry) Flexi Mixed Asset Fund	AllianzGI AP	<ul style="list-style-type: none"> Primarily in a diversified portfolio of global equities and fixed-interest securities Adopts a dynamic asset allocation strategy Under normal circumstances, it is expected that at least 75% of the assets of the underlying APIF will be invested in fixed-interest securities and cash in order to minimize short-term volatility In strong equity markets, the underlying APIF may invest up to 50% of its assets in equities; while in weaker equity market conditions, the underlying APIF may invest up to 100% in fixed-interest securities and cash 	1.52%	2 (Low to Medium)
	DIS Funds	BCT (Industry) Core Accumulation Fund	<ul style="list-style-type: none"> Primarily invest in a combination of global equities and bonds in a globally diversified manner Targets to invest 60% in higher risk assets (such as global equities), with the remainder investing in lower risk assets (such as global bonds, cash and money market instruments). Asset allocation to higher risk assets may vary between 55% and 65% Global equities (with reference to the constituents, sectors and geographical allocation of the reference index); global fixed income securities (with reference to the credit rating, sectors and geographical allocation of the reference index) 	0.75%	3 (Medium)
		BCT (Industry) Age 65 Plus Fund	<ul style="list-style-type: none"> Primarily invest in a combination of global equities and bonds in a globally diversified manner Targets to invest 20% in higher risk assets (such as global equities), with the remainder investing in lower risk assets (such as global bonds, cash and money market instruments). Asset allocation to higher risk assets may vary between 15% and 25% Global equities (with reference to the constituents, sectors and geographical allocation of the reference index); global fixed income securities (with reference to the credit rating, sectors and geographical allocation of the reference index) 		2 (Low to Medium)
Bond/Money Market Funds	BCT (Industry) RMB Bond Fund	Invesco	<ul style="list-style-type: none"> Primarily in RMB denominated debt instruments and money market instruments issued or distributed outside the mainland China At least 70% in RMB denominated bonds issued outside the mainland China, with a primary focus on RMB denominated bonds issued in Hong Kong Indicative asset allocations: <ul style="list-style-type: none"> By asset class: 70% - 100% in debt instruments / 0% - 30% in cash and money market instruments By currency: 70% - 100% in RMB denominated instruments / 0% - 30% in non-RMB denominated instruments 	1.175%	2 (Low to Medium)
	BCT (Industry) Global Bond Fund	Templeton	<ul style="list-style-type: none"> Primarily in fixed income securities issued by governments and governmental agencies globally No prescribed allocations for investments in any specific countries or currencies 	1.49% - 1.50%	2 (Low to Medium)
	BCT (Industry) MPF ² Conservative Fund	Invesco	<ul style="list-style-type: none"> 100% in Hong Kong dollar denominated bank deposits and short-term debt securities Average portfolio remaining maturity period of not more than 90 days Return of the fund over the long term is expected to approximate the interest rate payable from time to time by major banks in Hong Kong on Hong Kong dollar savings accounts 	0.88%	1 (Low)

▲Risk & Return Level

5	High	The constituent fund aims at achieving a high long-term return among BCT funds; its volatility is expected to be high.
4	Medium to High	The constituent fund aims at achieving a medium to high long-term return among BCT funds; its volatility is expected to be medium to high.
3	Medium	The constituent fund aims at achieving a medium long-term return among BCT funds; its volatility is expected to be medium.
2	Low to Medium	The constituent fund has a low to medium expected long-term return among BCT funds; its volatility is expected to be low to medium.
1	Low	The constituent fund has a low expected long-term return among BCT funds; its volatility is expected to be low.

The Risk & Return Level for each constituent fund is assigned by BCT according to the corresponding constituent fund's volatility and expected return and is provided for reference only. Should there be any change to the Risk and Return Level of any constituent fund(s), BCT will update the associated information accordingly.

Remarks

- ¹ "Management fees" include fees paid to the trustee, administrator, investment manager and sponsor of a scheme for providing their services to the relevant funds. They are usually charged as a percentage of the net asset value of a fund. In the case of the Core Accumulation Fund and the Age 65 Plus Fund, management fees payable to the parties named above, or their delegates, can only (subject to certain exceptions in the MPFS Ordinance) be charged as a percentage of the net asset value of the DIS Fund. These management fees are also subject to a statutory daily limit equivalent to 0.75% per annum of the net asset value of the DIS Fund which applies across both the DIS Fund and its underlying funds.
- ² BCT (Industry) MPF Conservative Fund does not guarantee the repayment of capital. An investment in the MPF Conservative Fund is not the same as placing funds on deposit with a bank or deposit taking company and there is no guarantee that the investment can be redeemed at the subscription value. The MPF Conservative Fund is not subject to the supervision of the Hong Kong Monetary Authority. Fees and charges of MPF Conservative Fund can be deducted from either (i) the assets of the fund or (ii) members' account by way of unit deduction. This fund uses method (i) and, therefore, unit prices / NAV / fund performance quoted have incorporated the impact of fees and charges.

Investment Manager

Allianz Global Investors Asia Pacific Limited ("AllianzGI AP")
FIL Investment Management (Hong Kong) Limited ("Fidelity")
Franklin Templeton Investments (Asia) Limited ("Templeton")
Invesco Hong Kong Limited ("Invesco")
Schroder Investment Management (Hong Kong) Limited ("Schroders")

Declaration

Investment involves risks. Past performance is not indicative of future performance. Members should refer to the principal brochure of the BCT (MPF) Industry Choice for further details, including the risk factors and detailed investment policies of the funds.

"BCT" - BCT Financial Limited (Plan Sponsor) - Bank Consortium Trust Company Limited (Trustee & Administrator)

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