

BCT (MPF) Pro Choice (Master Trust Scheme) – Product Summary

April 2017 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) Pro Choice for further details, including the risk factors.
- BCT (Pro) MPF Conservative Fund does not guarantee the repayment of capital.

Fund Choices

With 25 constituent funds available, BCT (MPF) Pro Choice is a master trust 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 ^A	
Equity Funds	BCT (Pro) China & Hong Kong Equity Fund	Invesco	<ul style="list-style-type: none"> Up to 100% in Hong Kong and China-related securities, which are listed on Hong Kong or other stock exchanges China-related securities are defined as securities listed on the Hong Kong Stock Exchange or other exchanges, of issuers generating a substantial portion of their revenues and / or profits in the People's Republic of China (including, but not limited to, China A shares) 	1.57%	5 (High)	
	BCT (Pro) 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 1.435%	5 (High)	
	BCT (Pro) 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) 	1.625%	4 (Medium to High)	
	BCT (Pro) European Equity Fund	Invesco	<ul style="list-style-type: none"> Primary in listed securities in Europe (including the United Kingdom) Up to 100% in European securities (including the United Kingdom) 	1.57%	4 (Medium to High)	
	BCT (Pro) 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 	1.605%	4 (Medium to High)	
	BCT (Pro) International Equity Fund	Fidelity	<ul style="list-style-type: none"> Mainly in global equity markets Normally 98% in equities and 2% in cash 	1.45%	4 (Medium to High)	
Equity Funds - Market Tracking Series ³	BCT (Pro) Hang Seng Index Tracking Fund ²	SSgA	<ul style="list-style-type: none"> Closely track the performance of Hang Seng Index All or substantially all in the shares of constituent companies of the Hang Seng Index in substantially similar composition and weighting as they appear therein 	0.75% – 0.80%	5 (High)	
	BCT (Pro) Greater China Equity Fund	SSgA	<ul style="list-style-type: none"> Invest in the Greater China region which includes Hong Kong, Taiwan and China (H shares, B shares & Red Chips only) Invest in two or more approved ITCISs that track the relevant equity market indices 	Up to 0.99%	5 (High)	
	BCT (Pro) World Equity Fund	SSgA	<ul style="list-style-type: none"> Invest in America, Europe, Australasia and Asia but not Africa Invest in a portfolio of approved ITCISs that track the relevant equity market indices 		4 (Medium to High)	
Target Date Mixed Asset Funds ⁴	BCT (Pro) SaveEasy 2040 Fund	Fidelity	<ul style="list-style-type: none"> Wide range of investments (equities, bonds and cash) covering markets throughout the world Initially around 100% in equities and will maintain an asset allocation appropriate to achieving a combination of income and long-term capital growth (i.e. greater exposure to bonds and cash) as the year 2040 is approached 	1.45% (the fee shall be reduced to 1.2% five years prior to reaching the beginning (i.e. 1 January) of the applicable target year)	4 (Medium to High)	
	BCT (Pro) SaveEasy 2035 Fund	Fidelity	<ul style="list-style-type: none"> Wide range of investments (equities, bonds and cash) covering markets throughout the world Initially around 100% in equities and will maintain an asset allocation appropriate to achieving a combination of income and long-term capital growth (i.e. greater exposure to bonds and cash) as the year 2035 is approached 		4 (Medium to High)	
	BCT (Pro) SaveEasy 2030 Fund	Fidelity	<ul style="list-style-type: none"> Wide range of investments (equities, bonds and cash) covering markets throughout the world Initially around 99% in equities and will maintain an asset allocation appropriate to achieving a combination of income and long-term capital growth (i.e. greater exposure to bonds and cash) as the year 2030 is approached 		4 (Medium to High)	
	BCT (Pro) SaveEasy 2025 Fund	Fidelity	<ul style="list-style-type: none"> Wide range of investments (equities, bonds and cash) covering markets throughout the world Initially around 97% in equities and will maintain an asset allocation appropriate to achieving a combination of income and long-term capital growth (i.e. greater exposure to bonds and cash) as the year 2025 is approached 		4 (Medium to High)	
	BCT (Pro) SaveEasy 2020 Fund	Fidelity	<ul style="list-style-type: none"> Wide range of investments (equities, bonds and cash) covering markets throughout the world Initially around 94% in equities and will maintain an asset allocation appropriate to achieving a combination of income and long-term capital growth (i.e. greater exposure to bonds and cash) as the year 2020 is approached 		4 (Medium to High)	
Mixed Asset Funds	BCT (Pro) E90 Mixed Asset Fund	Fidelity	<ul style="list-style-type: none"> Primarily in global equities with the flexibility to invest in fixed income securities Normally 90% in equities and 10% in bonds and cash A board geographical diversification with a bias towards Hong Kong 	1.45%	4 (Medium to High)	
	BCT (Pro) E70 Mixed Asset Fund	AllianzGI AP / Invesco / JPMorgan / Schroders	<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 	1.55%	3 (Medium)	
	BCT (Pro) E50 Mixed Asset Fund	AllianzGI AP / Invesco / JPMorgan / Schroders	<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 (Pro) E30 Mixed Asset Fund	AllianzGI AP / Invesco / JPMorgan / Schroders	<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 (Pro) Absolute Return Fund ⁵	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 Normally at least 75% in fixed-interest securities and cash in order to minimize short-term volatility In strong equity market, up to 50% in equities; while in weaker equity market conditions, may up to 100% in fixed-interest securities and cash 		1.32%	2 (Low to Medium)
	DIS Funds	BCT (Pro) Core Accumulation Fund	Invesco		<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%
		BCT (Pro) Age 65 Plus Fund	Invesco	<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 (Pro) 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 	1.195%	2 (Low to Medium)	
	BCT (Pro) 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 	1.42% – 1.43%	2 (Low to Medium)	
	BCT (Pro) Hong Kong Dollar Bond Fund	JPMorgan	<ul style="list-style-type: none"> Primarily in fixed income instruments At least 70% of non-cash assets in Hong Kong dollar denominated interest bearing securities 	1.05%	2 (Low to Medium)	
	BCT (Pro) MPF Conservative Fund ⁶	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 The Hang Seng Index (the "Index") is published and compiled by Hang Seng Indexes Company Limited pursuant to a licence from Hang Seng Data Services Limited. The mark and name Hang Seng Index are proprietary to Hang Seng Data Services Limited. Hang Seng Indexes Company Limited and Hang Seng Data Services Limited have agreed to the use of, and reference to, the Index by BANK CONSORTIUM TRUST COMPANY LIMITED/BCT FINANCIAL LIMITED in connection with BCT (Pro) Hang Seng Index Tracking Fund (the "Product"), **BUT NEITHER HANG SENG INDEXES COMPANY LIMITED NOR HANG SENG DATA SERVICES LIMITED WARRANTS OR REPRESENTS OR GUARANTEES TO ANY BROKER OR HOLDER OF THE PRODUCT OR ANY OTHER PERSON (i) THE ACCURACY OR COMPLETENESS OF ANY OF THE INDEX AND ITS COMPUTATION OR ANY INFORMATION RELATED THERETO; OR (ii) THE FITNESS OR SUITABILITY FOR ANY PURPOSE OF ANY OF THE INDEX OR ANY COMPONENT OR DATA COMPRISED IN IT; OR (iii) THE RESULTS WHICH MAY BE OBTAINED BY ANY PERSON FROM THE USE OF ANY OF THE INDEX(ES) OR ANY COMPONENT OR DATA COMPRISED IN IT FOR ANY PURPOSE, AND NO WARRANTY OR REPRESENTATION OR GUARANTEE OF ANY KIND WHATSOEVER RELATING TO ANY OF THE INDEX IS GIVEN OR MAY BE IMPLIED.** The process and basis of computation and compilation of any of the Index and any of the related formula or formulae, constituent stocks and factors may at any time be changed or altered by Hang Seng Indexes Company Limited without notice. **TO THE EXTENT PERMITTED BY APPLICABLE LAW, NO RESPONSIBILITY OR LIABILITY IS ACCEPTED BY HANG SENG INDEXES COMPANY LIMITED OR HANG SENG DATA SERVICES LIMITED (i) IN RESPECT OF THE USE OF AND/OR REFERENCE TO ANY OF THE INDEX BY BANK CONSORTIUM TRUST COMPANY LIMITED/BCT FINANCIAL LIMITED IN CONNECTION WITH THE PRODUCT; OR (ii) FOR ANY INACCURACIES, OMISSIONS, MISTAKES OR ERRORS OF HANG SENG INDEXES COMPANY LIMITED IN THE COMPUTATION OF ANY OF THE INDEX; OR (iii) FOR ANY INACCURACIES, OMISSIONS, MISTAKES, ERRORS OR INCOMPLETENESS OF ANY INFORMATION USED IN CONNECTION WITH THE COMPUTATION OF ANY OF THE INDEX WHICH IS SUPPLIED BY ANY OTHER PERSON; OR (iv) FOR ANY ECONOMIC OR OTHER LOSS WHICH MAY BE DIRECTLY OR INDIRECTLY SUSTAINED BY ANY BROKER OR HOLDER OF THE PRODUCT OR ANY OTHER PERSON DEALING WITH THE PRODUCT AS A RESULT OF ANY OF THE AFORESAID, AND NO CLAIMS, ACTIONS OR LEGAL PROCEEDINGS MAY BE BROUGHT AGAINST HANG SENG INDEXES COMPANY LIMITED AND/OR HANG SENG DATA SERVICES LIMITED** in connection with the Product in any manner whatsoever by any broker, holder or other person dealing with the Product. Any broker, holder or other person dealing with the Product does so therefore in full knowledge of this disclaimer and can place no reliance whatsoever on Hang Seng Indexes Company Limited and Hang Seng Data Services Limited. For the avoidance of doubt, this disclaimer does not create any contractual or quasi-contractual relationship between any broker, holder or other person and Hang Seng Indexes Company Limited and/or Hang Seng Data Services Limited and must not be construed to have created such relationship.
- ³ These funds are denoted as "Equity Funds - Market Tracking Series" under BCT (MPF) Pro Choice as they solely invest in approved Index Tracking Collective Investment Scheme ("ITCIS"). BCT (Pro) Hang Seng Index Tracking Fund invests solely in a single ITCIS, and thereby aims to achieve investment results that closely track the performance of the Hang Seng Index. BCT (Pro) Greater China Equity Fund and BCT (Pro) World Equity Fund are portfolio management funds investing in ITCISs and these funds themselves are not index-tracking funds.
- ⁴ These funds are denoted as "Target Date Mixed Asset Funds" under BCT (MPF) Pro Choice and they are designed to shift their investments from equities towards a greater exposure to bonds and cash as the relevant fund approaches to its particular target year.
- ⁵ Whilst the underlying APIF aims to achieve absolute returns, there may be circumstances under which this is not possible. Therefore, the absolute positive returns are not guaranteed.
- ⁶ BCT (Pro) 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 Managers

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")
JPMorgan Funds (Asia) Limited ("JPMorgan")
Schroder Investment Management (Hong Kong) Limited ("Schroders")
State Street Global Advisors Asia Limited ("SSgA")

Declaration

Investment involves risks. Past performance is not indicative of future performance. Members should refer to the principal brochure of the BCT (MPF) Pro 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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