

Important Notes

- BCT Premier Pooled ORSO Retirement Plan (“the Plan”) is a pooled occupational retirement scheme.
- You should consider your own risk tolerance level and financial circumstances before making any investment choices. When, in your selection of funds, you are in doubt as to whether a certain fund is suitable for you (including whether it is consistent with your investment objectives), you should seek financial and / or professional advice and choose the fund(s) most suitable for you taking into account your circumstances.
- Your investment decision should not be based on this document alone. Please read the Explanatory Memorandum of the Plan for further details, including the risk factors.
- BCT ORSO Guaranteed Fund under the Plan invests solely in an insurance policy issued by China Life Insurance (Overseas) Company Limited (“China Life”). China Life is the guarantor of the policy. Your investments in BCT ORSO Guaranteed Fund, if any, are therefore subject to the credit risk of China Life. Please refer to part IV of the Explanatory Memorandum for details of the credit risk, guarantee features and guarantee conditions.
- Members should note that BCT ORSO Asian Income Retirement Fund does not provide any guarantee on capital or investment return or dividend yield. The BCT ORSO Asian Income Retirement Fund may pay dividends out of net distributable income and/or capital, which will result in an immediate decrease or adjustment in the net asset value of the portfolio. The payment of dividends (if any) will involve an investment time-lag and is subject to out-of-market risk. There is no assurance on the dividend distribution frequency and the dividend amount/yield may fluctuate.
- Investment involves risks. Past performance is not indicative of future performance.
- SFC authorization is not a recommendation or endorsement of a scheme nor does it guarantee the commercial merits of a scheme or its performance. It does not mean the scheme is suitable for all investors nor is it an endorsement of its suitability for any particular investor or class of investors.

Fund Choices

With 18 funds available, BCT Premier Pooled ORSO Retirement Plan is a professionally administered and managed retirement benefit plan that provides members with fund choices covering a wide spectrum of risk / return levels to meet different members’ needs. The fund categorization below to which BCT’s funds belong is determined by BCT. Such categorization is for reference only and will be updated as and when appropriate.

|                                       | Fund Name                                     | Investment Manager/ Guarantor <sup>1</sup> | Fund Description  | Management Fees <sup>2</sup> (% per annum of net asset value) | Risk & Return Level <sup>▲</sup> |
|---------------------------------------|---|--|---|---|----------------------------------|
| Equity Funds                          | BCT ORSO China & HK Equity Fund               | Invesco                                    | <ul style="list-style-type: none"><li>Investing solely in the Invesco Pooled Investment Fund – Hong Kong and China Fund</li><li>Up to 100% in Hong Kong and China-related securities</li><li>China-related securities are defined as securities listed on the Hong Kong Exchanges and Clearing Limited 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)</li></ul>   | 1.00%   | <b>5</b><br>(High)               |
|                                       | BCT ORSO Global Emerging Markets Equity Fund  | Amundi                                     | <ul style="list-style-type: none"><li>Investing solely in the BCT Pooled Investment Fund Series – Dynamic Global Emerging Markets Equity Fund</li><li>Primarily in equity securities listed in emerging markets or equity securities of companies based or operating principally in or deriving the predominant part of their income from emerging markets but listed in developed markets</li><li>Investing through an active investment approach that aims to outperform the J.P.Morgan MPF Global Emerging Markets Customised Index over the long term</li><li>Normally 70 - 100% in equity securities and 0 - 30% in cash and cash equivalents</li></ul>  | 1.37%   | <b>5</b><br>(High)               |
|                                       | BCT ORSO Asian Equity Fund                    | Amundi                                     | <ul style="list-style-type: none"><li>Investing solely in the BCT Pooled Investment Fund Series – Dynamic Asian Equity Fund</li><li>Primarily in equity securities (including fully paid-up shares, depositary receipts and REITs) listed on the stock exchanges of Asia Pacific markets (excluding Japan, Australia and New Zealand), through an active investment approach that aims to outperform the FTSE MPF Asia Pacific ex Japan, Australia and New Zealand Index over the long term</li><li>Normally 70 - 100% in equity securities and 0 - 30% in cash and cash equivalents</li></ul>  | 1.40%   | <b>4</b><br>(Medium to High)     |
|                                       | BCT ORSO European Equity Fund                 | Schroders <sup>4</sup>                     | <ul style="list-style-type: none"><li>Investing solely in the BCT Pooled Investment Fund Series – Smart European Equity Fund</li><li>Investing through a “Smart Beta” investment strategy in a portfolio of European (including the United Kingdom) equity securities that are constituent stocks of the FTSE MPF Europe Index or their proxies</li><li>Normally 70 - 100% in listed equity securities, and 0 - 30% in cash and cash equivalents</li></ul>  | Up to 0.98%   | <b>4</b><br>(Medium to High)     |
|                                       | BCT ORSO North American Equity Fund           | Schroders <sup>4</sup>                     | <ul style="list-style-type: none"><li>Investing solely in the BCT Pooled Investment Fund Series – Smart North American Equity Fund</li><li>Investing through a “Smart Beta” investment strategy in a portfolio of North American equity securities that are constituent stocks of the FTSE MPF North America Index or their proxies</li><li>Normally 70 - 100% in listed equity securities, and 0 - 30% in cash and cash equivalents</li></ul>  | Up to 0.98%   | <b>4</b><br>(Medium to High)     |
| Equity Funds - Market Tracking Series | BCT ORSO Hong Kong Equity Index Fund          | Amundi                                     | <ul style="list-style-type: none"><li>Investing solely in the Tracker Fund of Hong Kong (“2800 HK”), (an ITCIS approved by the MPFA and authorized by the SFC, and a passive exchange traded fund), which aims to achieve investment results that closely correspond to the performance of the Hang Seng Index</li><li>No prescribed allocations for investments in any specific countries or currencies</li></ul>  | Up to 0.84%   | <b>5</b><br>(High)               |
| Mixed Asset Funds                     | BCT ORSO Growth Fund                          | AllianzGI AP                               | <ul style="list-style-type: none"><li>Investing solely in the Allianz Global Investors Choice Fund – Allianz Choice Growth Fund</li><li>Primarily in the countries comprised in the MSCI World Index which covers all the major world stock markets including those in Japan, North American, Asia and Europe</li><li>Normally 90% in global equities and 10% in fixed interest securities</li></ul>  | Up to 0.97%   | <b>4</b><br>(Medium to High)     |
|                                       | BCT ORSO E90 Market Tracking Mixed Asset Fund | Amundi                                     | <ul style="list-style-type: none"><li>Investing in two Nominated Funds, namely the iShares World Equity Index Fund and the iShares World Government Bond Index Fund (which are ITCIS approved by the MPFA and authorized by the SFC, and passive index funds)</li><li>Investing primarily in world equities with the flexibility to invest in fixed income securities</li><li>Normally consist of 90% of the portfolio's net assets in equity index fund and 10% in bond index fund</li></ul>   | Up to 0.95%   | <b>4</b><br>(Medium to High)     |
|                                       | BCT ORSO Balanced Fund                        | AllianzGI AP                               | <ul style="list-style-type: none"><li>Investing solely in the Allianz Global Investors Choice Fund – Allianz Choice Balanced Fund</li><li>Normally 70% in global equities and 30% in fixed interest securities</li><li>Equities primarily in Hong Kong, Japan, North American and European markets, with a smaller proportion being invested, at the discretion of the manager, in other Asian countries and emerging markets</li></ul>   | Up to 0.97%   | <b>3</b><br>(Medium)             |
|                                       | BCT ORSO E70 Market Tracking Mixed Asset Fund | Amundi                                     | <ul style="list-style-type: none"><li>Investing in two Nominated Funds, namely the iShares World Equity Index Fund and the iShares World Government Bond Index Fund (which are ITCIS approved by the MPFA and authorized by the SFC, and passive index funds)</li><li>Diversified investments in world equities as well as in world fixed income securities.</li><li>Normally 70% of the portfolio's net assets in equity index fund and 30% in bond index fund</li></ul>   | Up to 0.95%   | <b>3</b><br>(Medium)             |
|                                       | BCT ORSO Stable Growth Fund                   | AllianzGI AP                               | <ul style="list-style-type: none"><li>Investing solely in the Allianz Global Investors Choice Fund – Allianz Choice Stable Growth Fund</li><li>Normally 50% in global equities and 50% in fixed interest securities</li><li>Equities primarily in Hong Kong, Japan, North American and European markets, with a smaller proportion being invested, at the discretion of the manager, in other Asian countries and emerging markets</li></ul>  | Up to 0.97%   | <b>3</b><br>(Medium)             |
|                                       | BCT ORSO E50 Market Tracking Mixed Asset Fund | Amundi                                     | <ul style="list-style-type: none"><li>Investing in two Nominated Funds, namely the iShares World Equity Index Fund and the iShares World Government Bond Index Fund (which are ITCIS approved by the MPFA and authorized by the SFC, and passive index funds)</li><li>Investing in world equities and world fixed income securities</li><li>Normally 50% of the portfolio's net assets in equity index fund and 50% in bond index fund</li></ul>  | Up to 0.95%   | <b>3</b><br>(Medium)             |
|                                       | BCT ORSO Capital Stable Fund                  | AllianzGI AP                               | <ul style="list-style-type: none"><li>Investing solely in the Allianz Global Investors Choice Fund – Allianz Choice Capital Stable Fund</li><li>Normally 30% in global equities and 70% in fixed interest securities</li><li>Equities primarily in Hong Kong, Japan, North American and European markets, with a smaller proportion being invested, at the discretion of the manager, in other Asian countries and emerging markets</li></ul>   | Up to 0.97%   | <b>2</b><br>(Low to Medium)      |
|                                       | BCT ORSO E30 Market Tracking Mixed Asset Fund | Amundi                                     | <ul style="list-style-type: none"><li>Investing in two Nominated Funds, namely the iShares World Equity Index Fund and the iShares World Government Bond Index Fund (which are ITCIS approved by the MPFA and authorized by the SFC, and passive index funds)</li><li>Investing primarily in world fixed income securities and maintaining a limited exposure to world equities</li><li>Normally 30% of the portfolio's net assets in equity index fund and 70% in bond index fund</li></ul>  | Up to 0.95%   | <b>2</b><br>(Low to Medium)      |
|                                       | BCT ORSO Asian Income Retirement Fund         | Taikang                                    | <ul style="list-style-type: none"><li>Investing solely in “Taikang Age of Longevity Unit Trust Fund – Taikang Asian Income Retirement Fund”</li><li>Investing in a portfolio of investment-grade USD-denominated Asian fixed income securities and Hong Kong and Mainland China-related equity securities. It is expected that the portfolio will seek an expected total return of 2% above the concurrent Hong Kong Consumer Price Index through income generation and capital appreciation over medium to long term</li><li>The target ranges of asset allocation of the Nominated Fund are 70 - 100% in fixed income securities, 0 - 30%in listed equity securities and 0 - 10% in cash and cash equivalents</li></ul> | Up to 1.238%  | <b>2</b><br>(Low to Medium)      |
| Bond Fund                             | BCT ORSO Global Bond Fund                     | Amundi                                     | <ul style="list-style-type: none"><li>Investing solely in the BCT Pooled Investment Fund Series – Dynamic Global Bond Fund</li><li>Primarily into investment-grade global fixed income securities (including bonds traded on the China interbank bond market via the Bond Connect) issued by governments, governmental agencies, local and public authorities as well as corporates, through an active investment approach that aims to outperform the FTSE MPF World Government Bond Index over the medium to long term</li><li>Normally 70% - 100% in fixed income securities and 0% - 30% in cash and cash equivalents</li></ul>   | 1.10%   | <b>2</b><br>(Low to Medium)      |
| Money Market Fund                     | BCT ORSO HK Dollar Cash Fund                  | AllianzGI AP                               | <ul style="list-style-type: none"><li>Investing solely in the Allianz Global Investors Choice Fund – Allianz Choice HK\$ Cash Fund</li><li>Investing in Hong Kong dollar bank deposits, other high quality Hong Kong dollar denominated fixed interest and other monetary instruments</li></ul>   | Up to 0.77%   | <b>1</b><br>(Low)                |
| Guaranteed Fund                       | BCT ORSO Guaranteed Fund <sup>3</sup>         | China Life                                 | <ul style="list-style-type: none"><li>Investing solely in an insurance policy issued by China Life Insurance (Overseas) Company Limited (“China Life”) (namely, China Life – Deposit Administration Guarantee Fund Policy) which, in turn, invests in one or more unit trust(s) authorized by the SFC** under Section 104 of the Securities and Futures Ordinance</li><li>Primarily in global and regional fixed income securities (including high-yield bonds)</li><li>Providing a capital guarantee and, after the fees and charges, a net investment guarantee of 0.5% per annum<sup>3</sup></li></ul> <p>** Such authorization does not imply official recommendation by the SFC.</p>                                 | 1.00%   | <b>1</b><br>(Low)                |

## ▲Risk & Return Level

|   |                |  |
|---|----------------|--|
| 5 | High           | The portfolio aims at achieving a high long-term return among portfolios available under BCT Premier Pooled ORSO Retirement Plan; its volatility is expected to be high.                     |
| 4 | Medium to High | The portfolio aims at achieving a medium to high long-term return among portfolios available under BCT Premier Pooled ORSO Retirement Plan; its volatility is expected to be medium to high. |
| 3 | Medium         | The portfolio aims at achieving a medium long-term return among portfolios available under BCT Premier Pooled ORSO Retirement Plan; its volatility is expected to be medium.                 |
| 2 | Low to Medium  | The portfolio has a low to medium expected long-term return among portfolios available under BCT Premier Pooled ORSO Retirement Plan; its volatility is expected to be low to medium.        |
| 1 | Low            | The portfolio has a low expected long-term return among portfolios available under BCT Premier Pooled ORSO Retirement Plan; its volatility is expected to be low.                            |

The Risk & Return Level for each portfolio is assigned by BCT and subject to review at least annually. It is based on the corresponding portfolio's volatility and expected return and is provided for reference only.

## Remark

### <sup>1</sup> Investment Managers of the underlying investment fund / Guarantor of the insurance policy

Allianz Global Investors Asia Pacific Limited ("AllianzGI AP")  
Amundi Hong Kong Limited ("Amundi")  
China Life Insurance (Overseas) Company Limited ("China Life")  
Invesco Hong Kong Limited ("Invesco")  
Schroder Investment Management (Hong Kong) Limited ("Schroders")  
Taikang Asset Management (Hong Kong) Company Limited ("Taikang")

<sup>2</sup> "Management fees" means the total of sponsor, trustee and administration fee, investment management fee and sub-trustee fee (if applicable).

<sup>3</sup> BCT ORSO Guaranteed Fund was formerly known as BCT ORSO Capital Guarantee Fund. As notified to the members in our notice dated 1 August 2014, with effect from 5 September 2014, a change of insurance policy of BCT ORSO Guaranteed Fund has taken place whereby the fund will invest in a new underlying insurance policy (namely, China Life - Deposit Administration Guarantee Fund Policy). Please note that the investment objective and policy have been changed and the guarantees provided by China Life as described below have come into operation.

Subject to details set out in the Explanatory Memorandum under the sub-heading "Details of the Guarantee Features / Mechanism", any contribution made in respect of or by members for the subscription of investment units of this portfolio will receive a capital guarantee and, after the fees and charges at the Plan level, a net investment guarantee of 0.5% p.a. at the Plan level over the period for which such contributions are deposited in the China Life Policy. A policy account in the name of the trustee will be maintained by China Life to hold such contributions. The net investment guarantee will be reflected in the unit price of this portfolio.

<sup>4</sup> Schroders is the manager of the underlying Nominated Fund. As this Portfolio is a feeder fund structure, investment manager at portfolio level is not compulsory.

## Declaration

Investment involves risks. Past performance is not indicative of future performance. Members should refer to the Explanatory Memorandum of the BCT Premier Pooled ORSO Retirement Plan and respective offering documents of the underlying funds 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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