

BOCI-Prudential Asset Management MPF Investment Services

Total Retirement Solution
for Post-Retirement

強積金投資服務

MPF Investment Services



中銀國際
BOC INTERNATIONAL



PRUDENTIAL
保誠集團

中銀保誠資產管理
BOCI-Prudential Asset Management

Important Information

- **You should consider your own risk tolerance level and financial circumstances before making any investment choices. When, in your selection of Constituent Funds, you are in doubt as to whether a certain Constituent 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 Constituent Fund(s) most suitable for you taking into account your circumstances.**
- **You should consider your own risk tolerance level and financial circumstances before investing in the MPF Default Investment Strategy (as defined in section 6.7 *MPF Default Investment Strategy* in the MPF Scheme Brochure of BOC-Prudential Easy-Choice Mandatory Provident Fund Scheme (the "Scheme")). You should note that the BOC-Prudential Core Accumulation Fund and the BOC-Prudential Age 65 Plus Fund may not be suitable for you, and there may be a risk mismatch between the BOC-Prudential Core Accumulation Fund and the BOC-Prudential Age 65 Plus Fund and your risk profile (the resulting portfolio risk may be greater than your risk preference). You should seek financial and/or professional advice if you are in doubt as to whether the MPF Default Investment Strategy is suitable for you, and make the investment decision most suitable for you taking into account your circumstances.**
- **You should note that the implementation of the MPF Default Investment Strategy may have an impact on your MPF investments and accrued benefits. We recommend that you consult with the Trustee if you have doubts on how you are being affected.**
- **Fees and charges of a MPF conservative fund can be deducted from either (i) the assets of the fund or (ii) members' account by way of unit deduction. The BOC-Prudential MPF Conservative Fund uses method (i) and, therefore, unit prices/NAV/fund performance quoted have incorporated the impact of fees and charges.**
- **You should not solely rely on the stand-alone marketing material to make any investment decision. Please refer to the MPF Scheme Brochure of the Scheme for further details (including risk factors, fees and charges, and fund information).**
- **Investment involves risks. Prices of units of the Constituent Funds may go down as well as up. The past performance information is not indicative of future performance.**

BOC-Prudential Easy-Choice Mandatory Provident Fund Scheme (the "Scheme") Total Retirement Solution for Post-Retirement

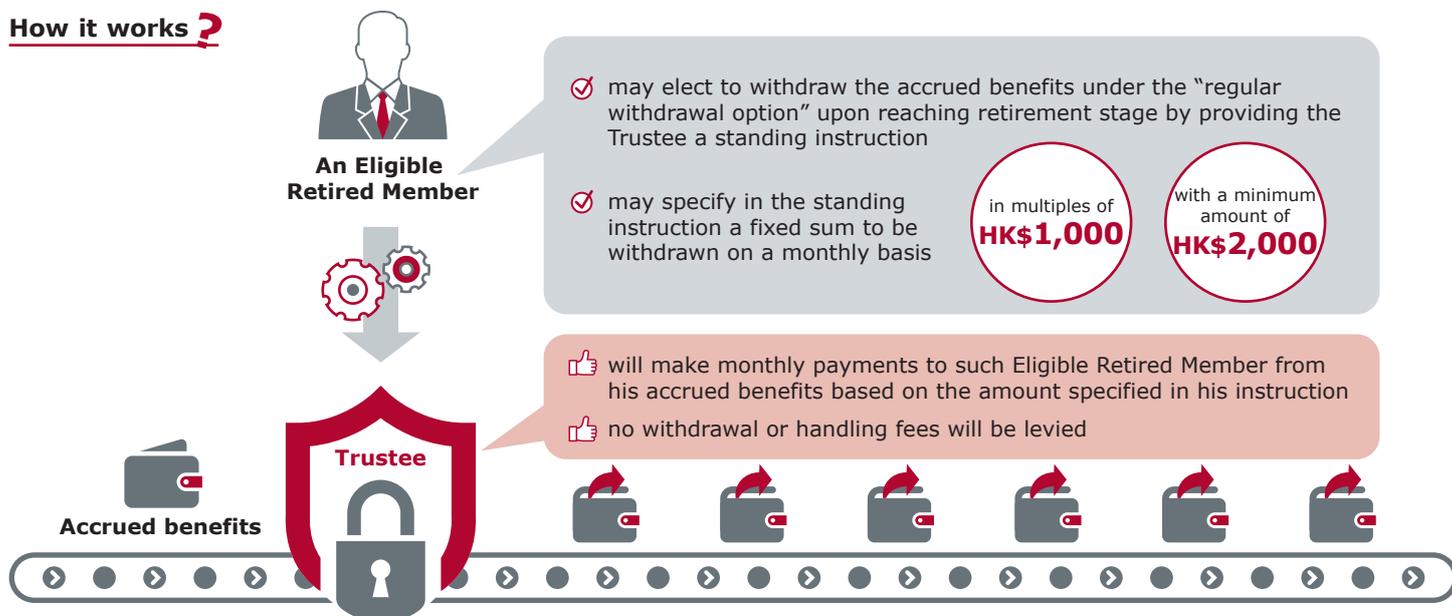


"Regular Withdrawal Option"¹ for Eligible Retired Members²:

How it helps ?

A regular withdrawal option through a standing instruction³ to the Trustee will be available to Eligible Retired Members regardless of the constituent fund(s) they have invested. Through this option, Eligible Retired Members will be able to receive a stable stream of payments after retirement.

How it works ?



A New Investment Choice:

The BOC-Prudential Hong Kong Stable Retirement Fund⁴ (the "New CF")

Fund Highlight



Address members' retirement needs during the decumulation phase



Meet certain retiree members' desire to invest in home market



Accommodate the needs of certain members who prefer to receive a relatively stable stream of income upon their retirement and to seek to lower the volatility of the portfolio



Focus on investing in assets with lower risk exposure - a relatively large portion of the New CF's assets will, through its sole investment in an underlying sub-fund of the Umbrella Unit Trust⁵, namely BOC-Prudential Hong Kong Stable Retirement Fund (the "Underlying Retirement Fund"), be invested in Hong Kong dollar denominated bonds or fixed income instruments



A relatively small portion of the New CF's assets will, through its investment in the Underlying Retirement Fund, be invested in global equities so as to seek to enhance its long term returns

| Name of the New CF | Fund Structure | Fund Descriptor | Investment Focus | Risk Level ⁶ |
|-------------------------------------------------|---------------------------------------------------------------------------|----------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------|
| BOC-Prudential Hong Kong Stable Retirement Fund | Feeder Fund (the New CF invests solely in the Underlying Retirement Fund) | Mixed Assets Fund (Hong Kong) Maximum Equity – 25% | (Through the relevant underlying sub-funds of the Umbrella Unit Trust invested by the Underlying Retirement Fund) 75 – 95% in bonds 5 – 25% in equities With balance in cash, time deposits or money market securities | Low to Medium |



Monthly Unit Rebate⁷

Who could enjoy monthly unit rebate?



An Eligible Retired Member, who satisfies BOTH of the two conditions:



(1) he has invested in the New CF



(2) he elected the "regular withdrawal option"

Current Management Fees (In Total)⁸ of the New CF and the Rate of Unit Rebate

| Name of the New CF | Current Management Fees (In Total) (% of net asset value per annum) | Unit Rebate (% per annum of the relevant member's holding in the New CF) |
|-------------------------------------------------|------------------------------------------------------------------------|-----------------------------------------------------------------------------|
| BOC-Prudential Hong Kong Stable Retirement Fund | 1.3% | 0.4% |

¹ Please refer to section 6.11 "Regular withdrawal option upon reaching retirement stage" and section 6.13 "Payment of accrued benefits" of the MPF Scheme Brochure of the Scheme for details.

² An Eligible Retired Member is a member who satisfies either of the two circumstances (as listed below) for withdrawal of accrued benefits under section 6.10 "Withdrawal of accrued benefits" of the MPF Scheme Brochure of the Scheme, and thus is eligible for the regular withdrawal option:

- he attains the normal retirement age of 65; or
- he attains the early retirement age of 60 and certifies to the Trustee by statutory declaration that he has permanently ceased his employment or self-employment with no intention of becoming employed or self-employed again.

³ Providing the Trustee a standing instruction in such a form as may be prescribed from time to time by the Trustee.

⁴ Please refer to section 3.4.1 "Investment policies of the Constituent Funds" of the MPF Scheme Brochure of the Scheme for further details of the New CF's investment policies.

There is no assurance that the New CF will meet your retirement needs. Under certain market circumstances, the New CF may not be able to deliver stable return and the strategy to achieve lower level of volatility may not be effective. Investors should note that lower volatility does not necessarily mean lower risk. For risks associated with the New CF, please refer to the "Risks" of BOC-Prudential Hong Kong Stable Retirement Fund under section 3.4.1 "Investment policies of the Constituent Funds" and section 4.1 "Risk Factors" of the MPF Scheme Brochure of the Scheme.

⁵ "Umbrella Unit Trust" means the BOC-Prudential Unit Trust Fund, which is an umbrella unit trust.

⁶ The risk level of each Constituent Fund is categorized into low, low to medium, medium, medium to high and high. The risk levels are determined by the Investment Manager based on the investment mix of each Constituent Fund and/or its underlying investments, and represent only the views of the Investment Manager. The risk levels are for reference only and will be reviewed and (if appropriate) updated at least annually taking into account the prevailing market circumstances.

⁷ The unit rebate will be calculated and paid monthly from the Management fees, and will be credited into the members' account in the form of allotment of new units of the New CF. Such allotment will be made after the number of units to be rebated is ascertained at the end of the relevant period. The Investment Manager reserves the right to change the applicable rate of the rebate by giving members not less than one month's notice (or such other notice period as required by the MPFA and the SFC). Please refer to section 5.4 "Unit rebate for investment in the BOC-Prudential Hong Kong Stable Retirement Fund upon reaching retirement stage" and section 6.11 "Regular withdrawal option upon reaching retirement stage" of the MPF Scheme Brochure of the Scheme for details. If no regular withdrawal option is elected by the Eligible Retired Member or no investment is made in the New CF, no unit rebate will be paid to the member under section 5.4 of the MPF Scheme Brochure of the Scheme.

⁸ This table summarizes the management fees of the New CF at the constituent fund level and underlying fund level for reference only. For more details of other servicing fees, charges and expenses, please refer to section 5 "Fees and Charges" of the MPF Scheme Brochure of the Scheme.

Investment involves risk. The New CF may not be suitable for everyone. The above information is for reference only. You should not solely rely on the stand-alone information to make any investment decision. Please refer to the MPF Scheme Brochure of the Scheme for details (including risk factors, fees and charges, and fund information).

Contact and Enquiry:

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Trustee and Custodian:

BOCI-Prudential Trustee Limited

Investment Manager and Leaflet Issuer:

BOCI-Prudential Asset Management Limited

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