

NOTICE TO PARTICIPANTS

BEA (MPF) VALUE SCHEME

This document is important and requires your immediate attention. If you are in any doubt about the contents of this document, you should seek independent professional financial advice. The Bank of East Asia, Limited (the "**Sponsor**") and Bank of East Asia (Trustees) Limited (the "**Trustee**") of the BEA (MPF) Value Scheme accept responsibility for the information contained in this document. Capitalised terms not defined in this document have the same meaning as in the Explanatory Memorandum.

BEA (MPF) Value Scheme (the "Master Trust") - Updates to the Explanatory Memorandum to disclose the management fees breakdown and other miscellaneous changes

Thank you for your continuous support to the Master Trust.

1. Disclosure updates

This notice sets out the following disclosure updates that will be made to the Explanatory Memorandum, which will take effect from 1st January, 2019:

Generally

- (a) The management fees breakdown in respect of each of the Constituent Funds (and its underlying fund(s)) under the Master Trust will be disclosed, and are shown in the enclosed **Appendix**.
- (b) Our BEA (MPF) Hotline on 2211 1777 will be specified to be operated by us, Bank of East Asia (Trustees) Limited.
- (c) The statement to the effect that the stocks of the Sponsor are one of the constituent stocks of the Hang Seng Index in describing the Sponsor will be removed as the Sponsor's stocks ceased to be such constituent stocks from 10th September, 2018.

2. Impacts of the changes

The disclosure updates described in section 1 above would ensure that the Explanatory Memorandum is up-to-date and enhance the disclosure and transparency. Also, notwithstanding the disclosure updates described in section 1, there will be no increase in the level of management fees in respect of each Constituent Fund, which will remain as is, and the structure of fees and charges of the Master Trust remains unchanged despite the updated disclosure.

This notice only gives a summary of the major changes to the Explanatory Memorandum of the Master Trust. You may visit our website at <http://www.hkbea.com> for the Explanatory Memorandum of the Master Trust or obtain a copy at the office of the Trustee at 32nd Floor, BEA Tower, Millennium City 5, 418 Kwun Tong Road, Kwun Tong, Kowloon, Hong Kong.

We confirm that the disclosure updates in the Explanatory Memorandum of the Master Trust will not have any adverse impact on Members as a whole. Should you have any enquiries relating to the contents of this notice, please contact our BEA (MPF) Hotline on 2211 1777 (operated by Bank of East Asia (Trustees) Limited) or email to BEAMPF@hkbea.com.

Appendix

The breakdown of the management fees payable out of the Constituent Funds is as follows:

Name of Constituent Fund	Fees payable at the Constituent Fund level		
	Sponsor (p.a. of NAV)	Trustee/ Administrator/ Custodian (p.a. of NAV)	Investment Manager (p.a. of NAV)
BEA Growth Fund	0.30%	0.30%	0.30%
BEA Balanced Fund	0.30%	0.30%	0.30%
BEA Stable Fund	0.30%	0.30%	0.30%
BEA Global Equity Fund	0.30%	0.30%	0.30%
BEA Asian Equity Fund	0.30%	0.30%	0.30%
BEA Greater China Equity Fund	0.30%	0.30%	0.30%
BEA Greater China Tracker Fund	0.20%	0.20%	0.20%
BEA Hong Kong Tracker Fund	0.20%	0.20%	0.20%
BEA Global Bond Fund	0.30%	0.30%	0.30%
BEA MPF Conservative Fund	0.264%	0.263%	0.263%
BEA Core Accumulation Fund	0.295%	0.295%	0.16%
BEA Age 65 Plus Fund	0.295%	0.295%	0.16%

The breakdown of the management fees payable out of the underlying funds is as follows:

Name of Constituent Fund	Fees payable at the underlying fund level			
	Investment Manager (p.a. of NAV)	Administrator (p.a. of NAV)	Trustee (p.a. of NAV)	Custodian (p.a. of NAV)
BEA Growth Fund	Nil	Nil	Nil	Nil
BEA Balanced Fund	Nil	Nil	Nil	Nil
BEA Stable Fund	Nil	Nil	Nil	Nil
BEA Global Equity Fund	Nil	Nil	Nil	Nil
BEA Asian Equity Fund	Nil	Nil	Nil	Nil
BEA Greater China Equity Fund	Nil	Nil	Nil	Nil
BEA Greater China Tracker Fund	0.20%	Nil	0.11%	Nil
BEA Hong Kong Tracker Fund	Up to 0.05%	Nil	Up to 0.05%	Nil
BEA Global Bond Fund	Nil	Nil	Nil	Nil
BEA MPF Conservative Fund	Nil	Nil	Nil	Nil
BEA Core Accumulation Fund	Nil	Nil	Nil	Nil
BEA Age 65 Plus Fund	Nil	Nil	Nil	Nil