



BEA (MPF) Master Trust Scheme

31 March 2020

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Scheme report

The Trustee has pleasure in presenting the annual reports and the financial statements of the BEA (MPF) Master Trust Scheme (the "Scheme") for the year ended 31 March 2020.

The Scheme

The Scheme is a master trust scheme for the purpose of providing benefits to members in accordance with the Hong Kong Mandatory Provident Fund Schemes Ordinance (the "MPF Ordinance"). The Scheme was established under the trust deed dated 31 January 2000, as amended, between The Bank of East Asia, Limited as sponsor and Bank of East Asia (Trustees) Limited as trustee (the "Trustee"). The Scheme is registered under section 21 of the MPF Ordinance.

Financial development

The Scheme commenced operations on 1 December 2000. The total contributions received and receivable including contribution surcharge and transfers in, and benefits paid and payable including transfers out, forfeitures, long service payments and severance payments during the year were HK\$1,515.1 million (2019: HK\$1,488.7 million) and HK\$1,296.9 million (2019: HK\$1,458.6 million) respectively. The net asset value as at 31 March 2020 was HK\$13,264.5 million (2019: HK\$13,918.2 million).

Changes to the governing rules

The governing rules were amended during the year to reflect the changes associated with:

- the launch of Tax Deductible Voluntary Contributions with effect from 1 April 2019 with the empowerment from the Inland Revenue and MPF Schemes Legislation (Tax Deductions) from Annuity Premiums and MPF Voluntary Contributions (Amendment) Ordinance 2018.
- the implementation of automatic exchange of financial account information ("AEOI") with effect from 1 January 2020 with empowerment from the Inland Revenue (Amendment) (No.2) Ordinance 2019.
- the latest requirements of the Code on Disclosure for MPF Investment Funds issued by the Mandatory Provident Fund Schemes Authority (the "Code"):

The Explanatory Memorandum of the Scheme was updated to reflect the latest requirements in Part G of the Code. In particular, the sequence of the contents has been rejigged to be in line with the requirements of the Code, and the contents have been updated in an easy-to-understand and concise manner to enhance readability and clarity. For the purpose of standardisation, the Explanatory Memorandum was renamed as the "MPF Scheme Brochure" with effect from 31 March 2020.

- certain other areas, such as disclosure on valuation rules, addition of risk factor on investments in Europe, disclosure relating to the Hang Seng China Enterprises Index ETF, changes relating to the BEA (MPF) Long Term Guaranteed Fund and other editorial changes.

Scheme report (continued)

Particulars of the service providers

Particulars of the Trustee and service providers engaged by the Trustee for the purposes of the Scheme during the year ended 31 March 2020 are set below.

Trustee, Custodian and Administrator

Bank of East Asia (Trustees) Limited

32nd Floor, BEA Tower
Millennium City 5
418 Kwun Tong Road
Kwun Tong, Kowloon
Hong Kong

Investment Manager

BEA Union Investment Management Limited (an associate of the Trustee)

5th Floor, The Bank of East Asia Building
10 Des Voeux Road Central
Hong Kong

Sponsor and Banker

The Bank of East Asia, Limited (the holding company of the Trustee)

The Bank of East Asia Building
10 Des Voeux Road Central
Hong Kong

Legal Adviser

Baker & McKenzie

14th Floor, One Taikoo Place
979, King's Road, Quarry Bay
Hong Kong

Scheme report (continued)

Particulars of the service providers (continued)

Guarantor

Principal Insurance Company (Hong Kong) Limited

30/F, Millennium City 6
392 Kwun Tong Road
Kwun Tong, Kowloon
Hong Kong

Auditor

KPMG

8th Floor, Prince's Building
10 Chater Road
Central, Hong Kong

Directors of the Trustee, Custodian and Administrator

David Li Kwok Po	(resigned on 1 July 2019)
Adrian David Li Man Kiu	
Tong Hon Shing	
Joseph Pang Yuk Wing	
Henry Chan Cho Yip	
Wan Chi Tak	(appointed on 1 February 2020)
Cheung Man Kok	

Business address of the Directors of the Trustee, Custodian and Administrator

32nd Floor, BEA Tower
Millennium City 5
418 Kwun Tong Road
Kwun Tong, Kowloon
Hong Kong

Scheme report (continued)

Particulars of the service providers (continued)

Directors of the Investment Manager

Brian David Li Man Bun
Hermann Alexander Schindler
Gunter Karl Hauelsen
Samson Li Kai Cheong
Eleanor Wan Yuen Yung

Business address of the Directors of the Investment Manager

5th Floor, The Bank of East Asia Building
10 Des Voeux Road Central
Hong Kong

Directors of the Sponsor and Banker

David Li Kwok Po
Arthur Li Kwok Cheung
Allan Wong Chi Yun
Aubrey Li Kwok Sing
Winston Lo Yau Lai
Stephen Charles Li Kwok Sze
Isidro Fainé Casas (resigned on 24 April 2020)
Peter Lee Ka Kit (resigned on 23 August 2019)
Adrian David Li Man Kiu
Brian David Li Man Bun
Daryl Ng Win Kong
Masayuki Oku
Rita Fan Hsu Lai Tai
Meocre Li Kwok Wing
Henry Tang Ying Yen
Chan Kin Por (resigned on 1 June 2019)
Delman Lee
William Junior Guilherme DOO (appointed on 1 November 2019)

Business address of the Directors of the Sponsor and Banker

The Bank of East Asia Building
10 Des Voeux Road Central
Hong Kong

Further information

Scheme members can obtain further information about the Scheme and its operations from Mr Goran Lam Ka Chun, Senior MPF Marketing and Customer Services Manager, at the Trustee. Scheme members can also contact BEA (MPF) hotline (operated by Bank of East Asia (Trustees) Limited) on 2211 1777 or visit the website at <http://www.hkbea.com> for queries or further information.

Investment report for the year ended 31 March 2020

Investment analysis

United States

- During April 2019 – March 2020, the U.S. business cycle continuing to expand despite a series of uncertainties surrounding the U.S.-China trade dispute. At the same time, the U.S Federal Reserve (Fed) switched to expansionary monetary policy.
- The World Health Organization declared COVID-19 a pandemic in mid-March 2020, various cities around the world implemented different degrees of lockdown to halt the spread of the virus. The many measures introduced by the Fed, including injecting liquidity into markets helps to ease market liquidity tensions and to normalise the market situation.

Europe

- During April 2019 – March 2020, European equities continued trading at a discount compared with their U.S. counterparts. This is due to the more significant economic risks in the eurozone and the political uncertainties due to BREXIT.
- European equities dropped substantially during the first quarter of 2020 due to the widespread of COVID-19 in the region. The European Central Bank announced a 750 billion-euro emergency bond-buying program to mitigate the damage on the economy. We expect the equity markets to recover following the flattening or stabilisation of coronavirus cases.

China

- During April 2019 – March 2020, China's onshore and offshore equity markets traded in a volatile range due to trade tensions with the U.S. and domestic fiscal policy support.
- In the first quarter of 2020, the pandemic and oil shocks led to a global sell-off across financial markets, both onshore and offshore Chinese equities experienced a sharp correction. We maintain a positive view on the healthcare sector as we see increasing demand in healthcare infrastructure, particularly after the COVID-19 outbreak.

Investment report for the year ended 31 March 2020 (continued)

Investment analysis (continued)

Japan

- During April 2019 – March 2020, Japan's economy witnessed a faster-than-expected growth in the earlier part of the period. However, the COVID-19 pandemic has resulted in the one-year postponement of the Tokyo 2020 Olympic Games, GDP growth contracted sharply in the first quarter of 2020 as market expected.
- In March 2020, the Nikkei Stock Average Index was down 10.5%, its biggest monthly decline since May 2010, due to the concerns over the lockdown of Tokyo amid COVID-19 pandemic.

Asia

- During April 2019 – March 2020, Asian equities generally underperformed developed markets. The trade tensions between the U.S. and China, moderating global growth coupled with heightening market volatility continued to weigh on investor sentiments.
- In the first quarter of 2020, COVID-19 fears dominate the market movement. The MSCI Asia Pacific ex-Japan Index fell sharply in March.

Global Bond

- During April 2019 – March 2020, the major central banks turned more dovish due to heightened concerns over global growth.
- In March 2020, the oil shocks and the pandemic has triggered global risk-off sentiment and a shortage of U.S. dollar. The 10-year U.S. Treasury yield fell below 1% and reached a historic low.

Long-term Guaranteed Fund

- The fund performance was helped by positive return across the asset classes in 2019. However, global equities detracted from performance in March 2020, driven by worries about global growth and spread of COVID-19.
- Any qualified members are entitled to the maximum of qualifying balance (i.e. grow by current guarantee rate 1% per annum) or market value return during the qualifying period.

Investment report for the year ended 31 March 2020 (continued)

Trustee's Commentary

A. Trustee's commentary on analysis of the investments held by the scheme and supporting information of its commentary				
	Annualized return (in terms of %)			
	1 year	5 years	10 years	Since Launch
BEA (MPF) Conservative Fund Launch date: 01/12/2000	1.23	0.59	0.53	1.39
Benchmark / Performance Target ¹	0.07	0.03	0.02	0.43 ⁷
Deviation from the Benchmark / Performance Target ⁶	+1.16	+0.56	+0.51	+0.96 ⁸
Trustee's commentary	<ul style="list-style-type: none"> The 1-year, 5-year and 10-year annualized returns were above the benchmark / performance target. 			
BEA (MPF) Growth Fund Launch date: 01/12/2000	-9.08	0.69	2.53	3.54
Benchmark / Performance Target ²	-9.08	0.67	2.74	3.37 ⁷
Deviation from the Benchmark / Performance Target ⁶	0.00	+0.02	-0.21	+0.17 ⁸
Trustee's commentary	<ul style="list-style-type: none"> The 1-year annualized return was in line with the benchmark / performance target due to stable asset allocation under a weak market in 2019. The 5-year annualized return was above the benchmark / performance target due to overweighting in equities and underweighting in bonds during strong equity markets in 2017. The 10-year annualized return was below the benchmark / performance target because asset allocation was defensive during the rising markets in 2012 and 2013. 			

Investment report for the year ended 31 March 2020 (continued)

Trustee's Commentary (continued)

A. Trustee's commentary on analysis of the investments held by the scheme and supporting information of its commentary (continued)				
	Annualized return (in terms of %)			
	1 year	5 years	10 years	Since Launch
BEA (MPF) Balanced Fund <i>Launch date: 01/12/2000</i>	-5.53	1.16	2.38	3.24
Benchmark / Performance Target ²	-5.21	0.80	2.37	3.30 ⁷
Deviation from the Benchmark / Performance Target ⁶	-0.32	+0.36	+0.01	-0.06 ⁸
Trustee's commentary	<ul style="list-style-type: none"> The 1-year annualized return was below the benchmark / performance target due to overweighting in equities under a weak market in 2019. The 5-year annualized return was above the benchmark / performance target due to overweighting in equities and underweighting in bonds during strong equity markets in 2017. The 10-year annualized return was above the benchmark / performance target due to overweighting in equities and underweighting in bonds during strong equity markets in 2010 and 2017. 			
BEA (MPF) Stable Fund <i>Launch date: 01/12/2000</i>	-2.14	1.37	2.10	3.04
Benchmark / Performance Target ²	-2.14	1.14	1.66	2.77 ⁷
Deviation from the Benchmark / Performance Target ⁶	0.00	+0.23	+0.44	+0.27 ⁸
Trustee's commentary	<ul style="list-style-type: none"> The 1-year annualized return was in line with the benchmark / performance target due to stable asset allocation under a weak market in 2019. The 5-year annualized return was above the benchmark / performance target due to overweighting in equities and underweighting in bonds during strong equity markets in 2017. The 10-year annualized return was above the benchmark / performance target due to overweighting in equities and underweighting in bonds during strong equity markets in 2010 and 2017. 			

Investment report for the year ended 31 March 2020 (continued)

Trustee's Commentary (continued)

A. Trustee's commentary on analysis of the investments held by the scheme and supporting information of its commentary (continued)				
	Annualized return (in terms of %)			
	1 year	5 years	10 years	Since Launch
BEA (MPF) Long Term Guaranteed Fund <i>Launch date: 01/12/2000</i>	-0.88	-0.15	1.32	1.35
Benchmark / Performance Target ¹	0.07	0.03	0.02	0.43 ⁷
Deviation from the Benchmark / Performance Target ⁶	-0.95	-0.18	+1.30	+0.92 ⁸
Trustee's commentary	<ul style="list-style-type: none"> The 1-year annualized return was below the benchmark / performance target due to sharp stock market sell-off in March 2020. The 5-year annualized return was below the benchmark / performance target due to extremely weak equity market in 3rd quarter of 2015, 4th quarter of 2018 and 1st quarter of 2020. The 10-year annualized return was above the benchmark / performance target due to equity investment has cumulated strong return over the past 10 year. <p>However, any qualified members are entitled to the maximum of qualifying balance (i.e. grow by current guarantee rate 1% per annum) or market value return during the qualifying period. Hence, the return of the member accounts may not be the same as the figures shown above.</p>			
BEA (MPF) Asian Equity Fund <i>Launch date: 01/09/2005</i>	-13.03	0.07	2.29	4.87
Benchmark / Performance Target ²	-18.37	-0.47	3.04	4.87 ⁷
Deviation from the Benchmark / Performance Target ⁶	+5.34	+0.54	-0.75	0.00 ⁸
Trustee's commentary	<ul style="list-style-type: none"> The 1-year annualized return was above the benchmark / performance target due to overweighting in China equities which outperformed in 2019 and early 2020 and positive contribution from stock selection. The 5-year annualized return was above the benchmark / performance target due to overweighting in China equities which outperformed in 2019 and early 2020. The 10-year annualized return was below the benchmark / performance target since the portfolio was defensive in the first half of 2015 and 2017 while the market rallied. 			

Investment report for the year ended 31 March 2020 (continued)

Trustee's Commentary (continued)

A. Trustee's commentary on analysis of the investments held by the scheme and supporting information of its commentary (continued)				
	Annualized return (in terms of %)			
	1 year	5 years	10 years	Since Launch
BEA (MPF) Hong Kong Equity Fund <i>Launch date: 01/09/2005</i>	-13.34	0.20	2.30	5.02
Benchmark / Performance Target ²	-14.93	0.99	2.60	5.59 ⁷
Deviation from the Benchmark / Performance Target ⁶	+1.59	-0.79	-0.30	-0.57 ⁸
Trustee's commentary	<ul style="list-style-type: none"> The 1-year annualized return was above the benchmark / performance target due to positive contribution from stock selection and underweighting in financial sector. The 5-year annualized return was below the benchmark / performance target since the portfolio was defensive in the first half of 2015 and 2017 while the market rallied. The 10-year annualized return was below the benchmark / performance target since the portfolio was defensive in the first half of 2015 and 2017 while the market rallied. 			
BEA (MPF) Global Bond Fund <i>Launch date: 01/09/2005</i>	3.76	1.79	1.83	1.47
Benchmark / Performance Target ²	3.31	1.22	1.13	1.62 ⁷
Deviation from the Benchmark / Performance Target ⁶	+0.45	+0.57	+0.70	-0.15 ⁸
Trustee's commentary	<ul style="list-style-type: none"> The 1-year annualized return was above the benchmark / performance target due to higher US dollar exposure under a period of strong US dollar in 2019. The 5-year annualized return was above the benchmark / performance target due to longer duration and overweighting US dollar. The 10-year annualized return was above the benchmark / performance target due to longer duration and overweighting US dollar. 			

Investment report for the year ended 31 March 2020 (continued)

Trustee's Commentary (continued)

A. Trustee's commentary on analysis of the investments held by the scheme and supporting information of its commentary (continued)				
	Annualized return (in terms of %)			
	1 year	5 years	10 years	Since Launch
BEA (MPF) Greater China Equity Fund <i>Launch date: 01/12/2006</i>	-5.59	2.34	3.77	4.38
Benchmark / Performance Target ²	-5.06	1.93	3.00	4.57 ⁷
Deviation from the Benchmark / Performance Target ⁶	-0.53	+0.41	+0.77	-0.19 ⁸
Trustee's commentary	<ul style="list-style-type: none"> The 1-year annualized return was below the benchmark / performance target since the portfolio was relatively less defensive during market decline. The 5-year annualized return was above the benchmark / performance target due to underweighting financial sector and positive stock selection in technology and consumer sectors. The 10-year annualized return was above the benchmark / performance target due to underweighting financial sector and positive stock selection in technology and consumer sectors. 			
BEA (MPF) Japan Equity Fund <i>Launch date: 01/12/2006</i>	-10.53	-1.88	1.71	-2.69
Benchmark / Performance Target ²	-10.80	-0.80	2.35	-0.85 ⁷
Deviation from the Benchmark / Performance Target ⁶	+0.27	-1.08	-0.64	-1.84 ⁸
Trustee's commentary	<ul style="list-style-type: none"> The 1-year annualized return was above the benchmark / performance target due to positive contribution from stock selection in defensive sectors. The 5-year annualized return was below the benchmark / performance target since stock selection was not defensive enough during market decline in 2016 and 2018. The 10-year annualized return was below the benchmark / performance target since stock selection was not defensive enough during market decline in 2016 and 2018. 			

Investment report for the year ended 31 March 2020 (continued)

Trustee's Commentary (continued)

A. Trustee's commentary on analysis of the investments held by the scheme and supporting information of its commentary (continued)				
	Annualized return (in terms of %)			
	1 year	5 years	10 years	Since Launch
BEA (MPF) European Equity Fund <i>Launch date: 04/01/2010</i>	-14.18	-1.81	1.07	0.27
Benchmark / Performance Target ²	-17.87	-2.17	1.50	0.27 ⁷
Deviation from the Benchmark / Performance Target ⁶	+3.69	+0.36	-0.43	0.00 ⁸
Trustee's commentary	<ul style="list-style-type: none"> The 1-year annualized return was above the benchmark / performance target due to positive contribution from stock selection in stable and defensive sectors. The 5-year annualized return was above the benchmark / performance target due to positive contribution from stock selection in stable and defensive sectors. The 10-year annualized return was below the benchmark / performance since the portfolio was too defensive during rising market in 2012 and 2013. 			
BEA (MPF) Global Equity Fund <i>Launch date: 04/01/2010</i>	-11.60	2.21	3.44	3.28
Benchmark / Performance Target ²	-12.41	0.72	3.93	3.04 ⁷
Deviation from the Benchmark / Performance Target ⁶	+0.81	+1.49	-0.49	+0.24 ⁸
Trustee's commentary	<ul style="list-style-type: none"> The 1-year annualized return was above the benchmark / performance target due to positive stock selection especially in the US market. The 5-year annualized return was above the benchmark / performance target due to positive stock selection especially in the US market. The 10-year annualized return was below the benchmark / performance target due to negative contribution from stock selection in the US and Europe market during 2012 and 2013. 			

Investment report for the year ended 31 March 2020 (continued)

Trustee's Commentary (continued)

A. Trustee's commentary on analysis of the investments held by the scheme and supporting information of its commentary (continued)				
	Annualized return (in terms of %)			
	1 year	5 years	10 years	Since Launch
BEA (MPF) North American Equity Fund <i>Launch date: 31/01/2012</i>	-9.12	4.56	N/A	6.95
Benchmark / Performance Target ²	-9.46	3.98	N/A	6.16 ⁷
Deviation from the Benchmark / Performance Target ⁶	+0.34	+0.58	N/A	+0.79 ⁸
Trustee's commentary	<ul style="list-style-type: none"> The 1-year annualized return was above the benchmark / performance target due to more neutral stock selection and sector allocation in the US market. The 5-year annualized return was above the benchmark / performance target due to more neutral stock selection and sector allocation in the US market. 			
BEA China Tracker Fund <i>Launch date: 31/01/2012</i>	-14.19	-2.96	N/A	-0.63
Benchmark / Performance Target ³	-12.37	-1.22	N/A	1.86 ⁷
Deviation from the Benchmark / Performance Target ⁶	-1.82	-1.74	N/A	-2.49 ⁸
Trustee's commentary	<ul style="list-style-type: none"> The 1-year annualized return corresponded to the return of the Hang Seng China Enterprises Index through investing in a single approved index-tracking collective investment scheme, namely the Hang Seng China Enterprises Index ETF. Tracking error of the fund has been on target and within 3%. The 5-year annualized return corresponded to the return of the Hang Seng China Enterprises Index through investing in a single approved index-tracking collective investment scheme, namely the Hang Seng China Enterprises Index ETF. Tracking error of the fund has been on target and within 3%. 			

Investment report for the year ended 31 March 2020 (continued)

Trustee's Commentary (continued)

A. Trustee's commentary on analysis of the investments held by the scheme and supporting information of its commentary (continued)				
	Annualized return (in terms of %)			
	1 year	5 years	10 years	Since Launch
BEA Hong Kong Tracker Fund <i>Launch date: 31/01/2012</i>	-16.58	1.43	N/A	3.74
Benchmark / Performance Target ⁴	-15.61	2.59	N/A	5.59 ⁷
Deviation from the Benchmark / Performance Target ⁶	-0.97	-1.16	N/A	-1.85 ⁸
Trustee's commentary	<ul style="list-style-type: none"> The 1-year annualized return corresponded to the return of the Hang Seng Index through investing in a single approved index-tracking collective investment scheme, namely the Tracker Fund of Hong Kong. Tracking error of the fund has been on target and within 3%. The 5-year annualized return corresponded to the return of the Hang Seng Index through investing in a single approved index-tracking collective investment scheme, namely the Tracker Fund of Hong Kong. Tracking error of the fund has been on target and within 3%. 			
BEA (MPF) RMB & HKD Money Market Fund <i>Launch date: 03/07/2012</i>	-2.24	0.03	N/A	0.41
Benchmark / Performance Target ²	-2.35	0.02	N/A	0.31 ⁷
Deviation from the Benchmark / Performance Target ⁶	+0.11	+0.01	N/A	+0.10 ⁸
Trustee's commentary	<ul style="list-style-type: none"> The 1-year annualized return was above the benchmark / performance target due to positive security selection. The 5-year annualized return was above the benchmark / performance target due to positive security selection. 			

Investment report for the year ended 31 March 2020 (continued)

Trustee's Commentary (continued)

A. Trustee's commentary on analysis of the investments held by the scheme and supporting information of its commentary (continued)				
	Annualized return (in terms of %)			
	1 year	5 years	10 years	Since Launch
BEA (MPF) Age 65 Plus Fund <i>Launch date: 01/04/2017</i>	2.75	N/A	N/A	3.29
Benchmark / Performance Target ⁵	4.08	N/A	N/A	3.40
Deviation from the Benchmark / Performance Target ⁶	-1.33	N/A	N/A	-0.11
Trustee's commentary	<ul style="list-style-type: none"> The 1-year annualized return was able to correspond to the reference portfolio due to stable asset allocation and positive security selection. The since launch annualized return was able to correspond to the reference portfolio due to stable asset allocation and positive security selection. 			
BEA (MPF) Core Accumulation Fund <i>Launch date: 01/04/2017</i>	-4.31	N/A	N/A	2.44
Benchmark / Performance Target ⁵	-4.38	N/A	N/A	2.18
Deviation from the Benchmark / Performance Target ⁶	+0.07	N/A	N/A	+0.26
Trustee's commentary	<ul style="list-style-type: none"> The 1-year annualized return was able to correspond to the reference portfolio due to stable asset allocation and positive security selection. The since launch annualized return was able to correspond to the reference portfolio due to stable asset allocation and positive security selection. 			

Investment report for the year ended 31 March 2020 (continued)

Trustee's Commentary (continued)

B. Trustee's assessment framework for deriving its commentary and trustee's action, if any, to address its concern raised in its commentary in Section A

Bank of East Asia (Trustees) Limited ("BEA Trustees") has established an on-going mechanism on fund monitoring in order to monitor and review the performance of constituent funds ("CFs"). BEA Trustees identifies (i) underperformance issues by referencing to the benchmark of non-index tracking CFs; (ii) performance differences or abnormal tracking error by referencing the corresponding index of the index-tracking CFs; and (iii) outperformance and underperformance by referencing the recognized reference portfolio for the Default Investment Strategy ("DIS") CFs (collectively "performance issues").

On a regular basis, BEA Trustees holds review meetings with the investment manager to discuss the overall performance of the CFs. Comprehensive assessment on CF level in different horizons will be reviewed during the meeting. When any performance issues are identified, the investment manager is required to provide explanation and BEA Trustees will determine whether follow-up action has to be taken based on the explanation.

In addition to regular monitoring, BEA Trustees will update the Board of BEA Trustees regarding the fund performance of CFs and/or other issues through different channels including regular reports and meetings.

Note:

- ¹ It refers to the prescribed savings rate prescribed by the Mandatory Provident Fund Schemes Authority.
- ² It refers to the market median of MPF constituent fund under corresponding fund category obtained from Lipper.
- ³ It refers to the Hang Seng China Enterprises Index obtained from Lipper.
- ⁴ It refers to the Hang Seng Index obtained from Lipper.
- ⁵ It refers to the Willis Towers Watson – MPF DIS Reference Portfolios obtained from Hong Kong Investment Funds Association.
- ⁶ The figures of the performance and the benchmark/performance target were rounded to 2 decimal places which may derive a rounding difference in deviation.
- ⁷ The benchmark/performance target may not be meaningful as different funds may have different launch dates.
- ⁸ The deviation from the benchmark/performance target may not be meaningful due to different funds may have different launch dates.

Investment report for the year ended 31 March 2020 (continued)

Investment objectives and policies of the Scheme and the constituent funds

The Scheme commenced operations on 1 December 2000. The Scheme offers 18 constituent funds with different investment policies. The constituent funds of the Scheme are BEA (MPF) Conservative Fund, BEA (MPF) Growth Fund, BEA (MPF) Balanced Fund, BEA (MPF) Stable Fund, BEA (MPF) Long Term Guaranteed Fund, BEA (MPF) Asian Equity Fund, BEA (MPF) Hong Kong Equity Fund, BEA (MPF) Global Bond Fund, BEA (MPF) Greater China Equity Fund, BEA (MPF) Japan Equity Fund, BEA (MPF) European Equity Fund, BEA (MPF) Global Equity Fund, BEA (MPF) North American Equity Fund, BEA China Tracker Fund, BEA Hong Kong Tracker Fund, BEA (MPF) RMB & HKD Money Market Fund, BEA (MPF) Age 65 Plus Fund and BEA (MPF) Core Accumulation Fund.

All constituent funds invest in Approved Pooled Investment Funds (“APIFs”) and/or Approved Index-Tracking Collective Investment Schemes (“ITCISs”) except for BEA China Tracker Fund and BEA Hong Kong Tracker Fund which invest in a single approved ITCIS, BEA (MPF) Long Term Guaranteed Fund, BEA (MPF) Age 65 Plus Fund and BEA (MPF) Core Accumulation Fund which invests in a single APIF, BEA (MPF) Conservative Fund which invests directly in a portfolio of Hong Kong dollar deposits and Hong Kong dollar denominated debt instruments and BEA (MPF) RMB & HKD Money Market Fund which invests directly in a portfolio of mainly Hong Kong dollar and Renminbi deposits and Hong Kong dollar and Renminbi denominated debt instruments.

Separate and distinct investment policies are applied in the investments of each constituent fund. The respective investment objectives and policies are set out below.

Investment report for the year ended 31 March 2020 (continued)

Investment objectives and policies of the Scheme and the constituent funds (continued)

BEA (MPF) Conservative Fund

Investment objective:

To achieve a minimum rate of return while maintaining stability of the principal amount invested.

Investment policy:

The BEA (MPF) Conservative Fund will solely invest in HK dollar-denominated instruments, namely, short-term deposits and debt securities issued by banks, corporations and governments. The BEA (MPF) Conservative Fund will not engage in security lending and will not enter into repurchase agreements. The BEA (MPF) Conservative Fund will not enter into financial futures and options contracts for any purposes.

BEA (MPF) Growth Fund

Investment objective:

To achieve long-term capital appreciation within a controlled risk/return framework through investing mainly in global equities with some exposure in global debt securities/money market instruments.

Investment policy:

The BEA (MPF) Growth Fund will invest primarily in global equity and bond markets. The BEA (MPF) Growth Fund will invest in a range of APIFs and/or approved ITCISs to obtain exposure to such markets, selected by the Investment Manager having regard to the investment objective and investment policy. The underlying assets of the BEA (MPF) Growth Fund are expected normally to be invested 60% to 90% in equities and 10% to 40% in cash, debt securities and/or money market instruments. The BEA (MPF) Growth Fund will not engage in security lending and will not enter into repurchase agreements. The BEA (MPF) Growth Fund will enter into financial futures and options contracts for hedging purposes only.

Investment report for the year ended 31 March 2020 (continued)

Investment objectives and policies of the Scheme and the constituent funds (continued)

BEA (MPF) Balanced Fund

Investment objective:

To achieve a stable rate of return with an opportunity for capital appreciation through a balanced weighting of investments in global equities and debt securities.

Investment policy:

The BEA (MPF) Balanced Fund will invest primarily in global equity and bond markets. The BEA (MPF) Balanced Fund will invest in a range of APIFs and/or approved ITCISs to obtain exposure to such markets, selected by the Investment Manager having regard to the investment objective and investment policy. The underlying assets of the BEA (MPF) Balanced Fund are expected normally to be invested 40% to 60% in equities and 40% to 60% in cash, debt securities and/or money market instruments. The BEA (MPF) Balanced Fund will not engage in security lending and will not enter into repurchase agreements. The BEA (MPF) Balanced Fund will enter into financial futures and options contracts for hedging purposes only.

BEA (MPF) Stable Fund

Investment objective:

To minimise short-term capital risk with modest capital growth over the long term through a higher weighting of investments in global debt securities to provide steady income and a lower exposure to global equities to provide modest potential for capital appreciation.

Investment policy:

The BEA (MPF) Stable Fund will invest primarily in the global equity and bond markets. The BEA (MPF) Stable Fund will invest in a range of APIFs and/or approved ITCISs to obtain exposure to such markets, selected by the Investment Manager having regard to the investment objective and investment policy. The underlying assets of the BEA (MPF) Stable Fund are expected normally to be invested 10% to 40% in equities and 60% to 90% in cash, debt securities and/or money market instruments. The BEA (MPF) Stable Fund will not engage in security lending and will not enter into repurchase agreements. The BEA (MPF) Stable Fund will enter into financial futures and options contracts for hedging purposes only.

Investment report for the year ended 31 March 2020 (continued)

Investment objectives and policies of the Scheme and the constituent funds (continued)

BEA (MPF) Long Term Guaranteed Fund

Investment objective:

To provide a competitive long-term total rate of return, while also providing a minimum guaranteed average annual return over the career of a Member.

Investment policy:

The BEA (MPF) Long Term Guaranteed Fund will invest in an APIF namely, Principal Long Term Guaranteed Fund (the “Underlying Fund”) guaranteed by Principal Insurance Company (Hong Kong) Limited. The investment manager of the Underlying Fund is Principal Asset Management Company (Asia) Limited. The Underlying Fund will invest in two or more APIFs and/or approved ITCISs and, in selecting these APIFs and approved ITCISs, the investment manager of the Underlying Fund will seek to achieve the objectives of the BEA (MPF) Long Term Guaranteed Fund. The underlying investments will consist of debt and equity securities. Such securities may be denominated in HK dollars, US dollars or other currencies, consistent with the overall risk-return objectives and target geographic allocation (as set out below).

The target ranges of asset allocation and geographic allocation of the Underlying Fund (as a percentage of the total Underlying Fund) are as follows:

	<i>Min %</i>	<i>Max %</i>
Asset allocation		
Equity Securities	10%	55%
Debt Securities	25%	90%
Cash and Short-term Investments	0%	20%
Geographical allocation		
United States and Greater China	40%	100%
Other Asia	0%	50%
Europe	0%	50%
Other Countries	0%	50%

The BEA (MPF) Long Term Guaranteed Fund and the Underlying Fund will not engage in security lending and will not enter into repurchase agreement. The BEA (MPF) Long Term Guaranteed Fund and its Underlying Fund will not enter into financial futures and options contracts for any purposes.

Investment report for the year ended 31 March 2020 (continued)

Investment objectives and policies of the Scheme and the constituent funds (continued)

BEA (MPF) Asian Equity Fund

Investment objective:

To achieve long-term capital appreciation within a controlled risk/return framework through investing mainly in Asian (ex-Japan) equities, with some exposure in debt securities and/or money market instruments.

Investment policy:

The BEA (MPF) Asian Equity Fund will invest in a range of APIFs and/or approved ITCISs to obtain exposure to the Asian (ex-Japan) equity markets, selected by the Investment Manager having regard to the investment objective and investment policy. The underlying assets of the BEA (MPF) Asian Equity Fund are expected normally to be invested at least 70% in equities of companies listed in the Asian equity markets (including but not limited to Singapore, Malaysia, Korea, Taiwan, Thailand, Indonesia, the Philippines, India, China and Hong Kong, but excluding Japan) and up to 30% in cash, debt securities and/or money market instruments for cash management purposes. The BEA (MPF) Asian Equity Fund will not engage in security lending and will not enter into repurchase agreements. The BEA (MPF) Asian Equity Fund will enter into financial futures and options contracts for hedging purposes only.

Investment report for the year ended 31 March 2020 (continued)

Investment objectives and policies of the Scheme and the constituent funds (continued)

BEA (MPF) Hong Kong Equity Fund

Investment objective:

To achieve long-term capital appreciation within a controlled risk/return framework through investing mainly in Hong Kong equities, with some exposure in debt securities and/or money market instruments.

Investment policy:

The BEA (MPF) Hong Kong Equity Fund will invest in a range of APIFs and/or approved ITCISs to obtain exposure to the Hong Kong equity market, selected by the Investment Manager having regard to the investment objective and investment policy. The underlying assets of the BEA (MPF) Hong Kong Equity Fund are expected normally to be invested 70% to 100% in equities of companies that are listed in, or derive or are expected to derive a significant portion of their revenues from Hong Kong and up to 30% in cash, debt securities and/or money market instruments for cash management purposes. The BEA (MPF) Hong Kong Equity Fund will not engage in security lending and will not enter into repurchase agreements. The BEA (MPF) Hong Kong Equity Fund will enter into financial futures and options contracts for hedging purposes only.

Investment report for the year ended 31 March 2020 (continued)

Investment objectives and policies of the Scheme and the constituent funds (continued)

BEA (MPF) Global Bond Fund

Investment objective:

To provide total investment return over the medium to long term through investing in global bonds, with some exposure in money market instruments.

Investment policy:

The BEA (MPF) Global Bond Fund will invest in a range of APIFs and/or approved ITCISs to obtain exposure to global bond markets, selected by the Investment Manager having regard to the investment objective and investment policy. The underlying assets of the BEA (MPF) Global Bond Fund are expected normally to be invested at least 70% in a diversified range of global bonds denominated in various major currencies (including but not limited to, US dollars, Euro, Pounds Sterling, Japanese Yen and HK dollars), with balance being held in cash and/or money market instruments. The BEA (MPF) Global Bond Fund will not engage in security lending and will not enter into repurchase agreements. The BEA (MPF) Global Bond Fund will enter into financial futures and options contracts for hedging purposes only.

Investment report for the year ended 31 March 2020 (continued)

Investment objectives and policies of the Scheme and the constituent funds (continued)

BEA (MPF) Greater China Equity Fund

Investment objective:

To provide investors with long-term capital growth within a controlled risk/return framework through investing mainly in listed securities of companies that derive or are expected to derive a significant portion of their revenues from goods produced or sold, investments made or services performed in Greater China (the “Greater China Securities”).

Investment policy:

The BEA (MPF) Greater China Equity Fund will invest in a range of APIFs and/or approved ITCISs to obtain exposure to the Greater China Securities, selected by the Investment Manager having regard to the investment objective and investment policy. The underlying assets of the BEA (MPF) Greater China Equity Fund are expected normally to be invested 70% to 100% in Greater China Securities and up to 30% in cash, debt securities and/or money market instruments for cash management purposes. The BEA (MPF) Greater China Equity Fund will not engage in security lending and will not enter into repurchase agreements. The BEA (MPF) Greater China Equity Fund will enter into financial futures and options contracts for hedging purposes only.

BEA (MPF) Japan Equity Fund

Investment objective:

To achieve long-term capital appreciation within a controlled risk/return framework through investing mainly in Japanese equities.

Investment policy:

The BEA (MPF) Japan Equity Fund will invest in a range of APIFs and/or approved ITCISs to obtain exposure to the Japanese equity market, selected by the Investment Manager having regard to the investment objective and investment policy. The underlying assets of the BEA (MPF) Japan Equity Fund are expected normally to be invested at least 70% in equities of companies listed in the Japanese equity market and up to 30% in cash, debt securities and/or money market instruments for cash management purposes. The BEA (MPF) Japan Equity Fund will not engage in security lending and will not enter into repurchase agreements. The BEA (MPF) Japan Equity Fund will enter into financial futures and options contracts for hedging purposes only.

Investment report for the year ended 31 March 2020 (continued)

Investment objectives and policies of the Scheme and the constituent funds (continued)

BEA (MPF) European Equity Fund

Investment objective:

To achieve long-term capital appreciation within a controlled risk/return framework through investing mainly in European equities with some exposure in European and other debt securities and/or money market instruments.

Investment policy:

The BEA (MPF) European Equity Fund will invest primarily in European equity markets. The BEA (MPF) European Equity Fund will invest in a range of APIFs and/ or approved ITCISs to obtain exposure to such European equity markets, selected by the Investment Manager having regard to the investment objective and investment policy. The underlying assets of the BEA (MPF) European Equity Fund are expected normally to be invested 70% to 100% in equity markets (including but not limited to the United Kingdom, France, Germany, Switzerland, Spain, Italy, Netherlands, Sweden and Finland) and up to 30% in cash, debt securities and/or money market instruments for cash management purposes. The BEA (MPF) European Equity Fund will not engage in security lending and will not enter into repurchase agreements. The BEA (MPF) European Equity Fund will enter into financial futures and options contracts for hedging purposes only.

Investment report for the year ended 31 March 2020 (continued)

Investment objectives and policies of the Scheme and the constituent funds (continued)

BEA (MPF) Global Equity Fund

Investment objective:

To achieve long-term capital appreciation within a controlled risk/return framework through investing mainly in global equities with some exposure in global debt securities and/or money market instruments.

Investment policy:

The BEA (MPF) Global Equity Fund will invest primarily in global equity markets. The BEA (MPF) Global Equity Fund will invest in a range of APIFs and/or approved ITCISs to obtain exposure to such global equities market, selected by the Investment Manager having regard to the investment objective and investment policy. The underlying assets of the BEA (MPF) Global Equity Fund are expected normally to be invested 70% to 100% in equity markets (including but not limited to the United States, the United Kingdom, Japan, Canada, Germany, Switzerland, Australia and Spain) and up to 30% in cash, debt securities and/or money market instruments for cash management purposes. The BEA (MPF) Global Equity Fund will not engage in security lending and will not enter into repurchase agreements. The BEA (MPF) Global Equity Fund will enter into financial futures and options contracts for hedging purposes only.

Investment report for the year ended 31 March 2020 (continued)

Investment objectives and policies of the Scheme and the constituent funds (continued)

BEA (MPF) North American Equity Fund

Investment objective:

To achieve long-term capital appreciation within a controlled risk/return framework through investing mainly in North American equities with some exposure in North American and other debt securities and/or money market instruments.

Investment policy:

The BEA (MPF) North American Equity Fund will invest primarily in North American equity markets. The BEA (MPF) North American Equity Fund will invest in a range of APIFs and/or approved ITCISs to obtain exposure to such North American equity markets, selected by the Investment Manager having regard to the investment objective and investment policy. The underlying assets of the BEA (MPF) North American Equity Fund are expected normally to be invested 70% to 100% in equities of companies that are listed in, or derive or are expected to derive a significant portion of their revenues from, North America (including but not limited to United States and Canada) and up to 30% in cash, debt securities and/or money market instruments for cash management purposes. The BEA (MPF) North American Equity Fund will not engage in security lending and will not enter into repurchase agreements. The BEA (MPF) North American Equity Fund will enter into financial futures and options contracts for hedging purposes only.

Investment report for the year ended 31 March 2020 (continued)

Investment objectives and policies of the Scheme and the constituent funds (continued)

BEA China Tracker Fund

Investment objective:

To provide investment returns that match the performance of the Hang Seng China Enterprises Index as closely as practicable.

Investment policy:

The BEA China Tracker Fund will invest directly in a single approved ITCIS, namely the Hang Seng China Enterprises Index ETF. The Hang Seng China Enterprises Index ETF aims to provide investment returns that match the performance of the Hang Seng China Enterprises Index as closely as practicable. There can, however, be no assurance that the performance of the BEA China Tracker Fund and the approved ITCIS will at any time be identical to that of the Hang Seng China Enterprises Index.

The BEA China Tracker Fund may hold cash and bank deposits for ancillary purposes, such as for meeting redemption requests or defraying operating expenses.

The BEA China Tracker Fund and the Hang Seng China Enterprises Index ETF will not engage in security lending and will not enter into repurchase agreements. The BEA China Tracker Fund will not enter into financial futures and options contracts for any purposes. However, the Hang Seng China Enterprises Index ETF may use futures contracts, warrants and options for hedging purposes or to achieve its investment objective.

Investment report for the year ended 31 March 2020 (continued)

Investment objectives and policies of the Scheme and the constituent funds (continued)

BEA Hong Kong Tracker Fund

Investment objective:

To provide investment returns that match the performance of the Hang Seng Index as closely as practicable.

Investment policy:

The BEA Hong Kong Tracker Fund will invest directly in a single approved ITCIS, namely the Tracker Fund of Hong Kong. The underlying approved ITCIS aims to provide investment results that closely correspond to the performance of the Hang Seng Index. There can, however, be no assurance that the performance of the BEA Hong Kong Tracker Fund and the underlying approved ITCIS will at any time be identical to that of the Hang Seng Index.

The BEA Hong Kong Tracker Fund may hold cash and bank deposits for ancillary purposes, such as for meeting redemption requests or defraying operating expenses.

The BEA Hong Kong Tracker Fund and the underlying approved ITCIS will not engage in security lending and will not enter into repurchase agreements. The BEA Hong Kong Tracker Fund will not enter into financial futures and options contracts for any purposes. However, the underlying approved ITCIS may use futures contracts and options for hedging purposes or to achieve its investment objective.

Investment report for the year ended 31 March 2020 (continued)

Investment objectives and policies of the Scheme and the constituent funds (continued)

BEA (MPF) RMB & HKD Money Market Fund

Investment objective:

To achieve a rate of return over the long term in line with the interest rate offered by authorised financial institutions in Hong Kong on HKD and RMB savings accounts while maintaining stability of the principal amount invested.

Investment policy:

The BEA (MPF) RMB & HKD Money Market Fund will primarily invest in HKD and RMB denominated instruments, namely short-term deposits (including certificates of deposits and term deposits) placed with authorised financial institutions in Hong Kong and debt securities (including bonds, fixed and floating rate securities, convertible bonds and notes with a remaining maturity period of two years or less) issued or distributed outside mainland China ("offshore RMB debt securities") by banks, corporations and governments. The BEA (MPF) RMB & HKD Money Market Fund will not invest in securities issued within mainland China through any qualified foreign institutional investor quota. The target ranges of asset allocation of the BEA (MPF) RMB & HKD Money Market Fund (as a percentage of its net asset value) are as follows:

	<i>Min %</i>	<i>Max %</i>
Asset allocation		
Short-term deposits	90%	100%
Debt Securities	0%	10%

The BEA (MPF) RMB & HKD Money Market Fund is denominated in HKD only and not in RMB. However, the BEA (MPF) RMB & HKD Money Market Fund is expected under normal circumstances to hold at least 50% of its net asset value in assets denominated and settled in RMB, and up to 50% of its net asset value in assets denominated and settled in HKD. In addition, the BEA (MPF) RMB & HKD Money Market Fund will at all times maintain an effective currency exposure to HKD of not less than 30% by investing in HKD denominated instruments and/or through currency forward contracts.

Variations to this may occur due to the timing of cashflows to and from the BEA (MPF) RMB & HKD Money Market Fund. Further, the Investment Manager may, in its discretion, vary the percentage of the BEA (MPF) RMB & HKD Money Market Fund's holding in RMB and HKD should the Investment Manager determine, in its opinion, that variation is warranted due to market or other conditions such as changes in the exchange policy, currency control or a significant downturn in the economy.

The BEA (MPF) RMB & HKD Money Market Fund will not engage in security lending and will not enter into repurchase agreements. The BEA (MPF) RMB & HKD Money Market Fund will not enter into financial futures and options contracts for any purposes.

Investment report for the year ended 31 March 2020 (continued)

Investment objectives and policies of the Scheme and the constituent funds (continued)

BEA (MPF) Age 65 Plus Fund

Investment objective:

To provide stable growth by investing in a globally diversified manner.

Investment policy:

The BEA (MPF) Age 65 Plus Fund will invest in a single APIF, namely the BEA Union Investment Age 65 Plus Fund under the BEA Union Investment Capital Growth Fund, which in turn invests in two APIFs as allowed under the Mandatory Provident Fund Schemes (General) Regulation (“General Regulation”). The investment manager of the BEA Union Investment Age 65 Plus Fund will from time to time rebalance the allocation between the two APIFs.

Subject to the discretion of the investment manager of the BEA Union Investment Age 65 Plus Fund and through an active asset allocation strategy investing in the two APIFs (which in turn adopt relevant active investment strategy in selecting particular global equities or global bonds), the BEA (MPF) Age 65 Plus Fund will hold around 20% of its net asset value in Higher Risk Assets, with the remainder investing in Lower Risk Assets. The asset allocation to Higher Risk Assets may vary between 15% and 25% due to differing price movements of various equity and bond markets. There is no prescribed allocation for investments in any specific countries or currencies. Through the BEA (MPF) Age 65 Plus Fund’s investment in the BEA Union Investment Age 65 Plus Fund, at least 30% of the assets of the BEA (MPF) Age 65 Plus Fund will be held in HK dollar currency investments as measured by effective currency exposure (determined in accordance with Schedule 1 to the General Regulation). The BEA (MPF) Age 65 Plus Fund adopts an active investment strategy. With this strategy, the investment manager of the BEA Union Investment Age 65 Plus Fund may allocate the assets among the two underlying APIF(s) at its discretion.

The BEA (MPF) Age 65 Plus Fund will not engage in security lending and will not enter into repurchase agreements. The BEA Union Investment Age 65 Plus Fund will not invest in any structured deposits or products, and will not enter into any security lending, repurchase transactions or other similar transactions. The BEA (MPF) Age 65 Plus Fund will not enter into currency forward contracts, financial futures and options contracts for any purposes. However, the BEA Union Investment Age 65 Plus Fund may enter into currency forward contracts, financial futures and options contracts for hedging purposes to reduce risk and protect asset value, consistent with the investment objective of the BEA Union Investment Age 65 Plus Fund.

Investment report for the year ended 31 March 2020 (continued)

Investment objectives and policies of the Scheme and the constituent funds (continued)

BEA (MPF) Core Accumulation Fund

Investment objective:

To provide capital growth by investing in a globally diversified manner.

Investment policy:

The BEA (MPF) Core Accumulation Fund will invest in a single APIF, namely the BEA Union Investment Core Accumulation Fund under the BEA Union Investment Capital Growth Fund, which in turn invests in two APIFs as allowed under the General Regulation. The investment manager of the BEA Union Investment Core Accumulation Fund will from time to time rebalance the allocation between the two APIFs.

Subject to the discretion of the investment manager of the BEA Union Investment Core Accumulation Fund and through an active asset allocation strategy investing in the two APIFs (which in turn adopt relevant active investment strategy in selecting particular global equities or global bonds), the BEA (MPF) Core Accumulation Fund will hold around 60% of its net asset value in Higher Risk Assets, with the remainder investing in Lower Risk Assets. The asset allocation to Higher Risk Assets may vary between 55% and 65% due to differing price movements of various equity and bond markets. There is no prescribed allocation for investments in any specific countries or currencies. Through the BEA (MPF) Core Accumulation Fund's investment in the BEA Union Investment Core Accumulation Fund, at least 30% of the assets of the BEA (MPF) Core Accumulation Fund will be held in HK dollar currency investments as measured by effective currency exposure (determined in accordance with Schedule 1 to the General Regulation). The BEA (MPF) Core Accumulation Fund adopts an active investment strategy. With this strategy, the investment manager of the BEA Union Investment Core Accumulation Fund may allocate the assets among the two underlying APIF(s) at its discretion.

The BEA (MPF) Core Accumulation Fund will not engage in security lending and will not enter into repurchase agreements. The BEA Union Investment Core Accumulation Fund will not invest in any structured deposits or products, and will not enter into any security lending, repurchase transactions or other similar transactions. The BEA (MPF) Core Accumulation Fund will not enter into currency forward contracts, financial futures and options contracts for any purposes. However, the BEA Union Investment Core Accumulation Fund may enter into currency forward contracts, financial futures and options contracts for hedging purposes to reduce risk and protect asset value, consistent with the investment objective of the BEA Union Investment Core Accumulation Fund.

Investment report for the year ended 31 March 2020 (continued)

Investment income and performance

	<i>BEA (MPF) Conservative Fund</i>			<i>BEA (MPF) Growth Fund</i>			<i>BEA (MPF) Balanced Fund</i>		
	2020 HK\$	2019 HK\$	2018 HK\$	2020 HK\$	2019 HK\$	2018 HK\$	2020 HK\$	2019 HK\$	2018 HK\$
Net income/(loss) excluding capital appreciation/(depreciation)	30,096,323	24,513,649	12,373,891	(9,300,553)	(8,857,023)	(22,164,476)	(9,962,025)	(9,790,818)	(14,341,835)
Capital (depreciation)/appreciation of investments - realised and unrealised	-	-	-	(299,166,650)	(90,162,706)	536,226,176	(87,622,208)	(26,464,890)	228,652,284
Value of scheme assets derived from investments as at 31 March	<u>1,395,044,410</u>	<u>1,394,510,619</u>	<u>1,291,369,408</u>	<u>2,947,314,431</u>	<u>3,172,311,042</u>	<u>3,489,458,721</u>	<u>1,619,056,136</u>	<u>1,675,782,349</u>	<u>1,768,809,341</u>

	<i>BEA (MPF) Stable Fund</i>			<i>BEA (MPF) Long Term Guaranteed Fund</i>			<i>BEA (MPF) Asian Equity Fund</i>		
	2020 HK\$	2019 HK\$	2018 HK\$	2020 HK\$	2019 HK\$	2018 HK\$	2020 HK\$	2019 HK\$	2018 HK\$
Net (loss)/income excluding capital (depreciation)/appreciation	(15,697,937)	(13,272,049)	(16,403,723)	(11,024,722)	(10,793,633)	(10,805,375)	(10,691,237)	(11,135,986)	(12,185,790)
Capital (depreciation)/appreciation of investments - realised and unrealised	(24,793,184)	(11,071,762)	189,952,008	4,961,112	16,769,798	14,955,483	(100,063,596)	(89,589,594)	236,599,185
Value of scheme assets derived from investments as at 31 March	<u>1,756,218,375</u>	<u>1,744,764,053</u>	<u>1,679,663,140</u>	<u>702,454,063</u>	<u>726,549,571</u>	<u>731,930,593</u>	<u>735,655,659</u>	<u>862,423,464</u>	<u>995,037,206</u>

Investment report for the year ended 31 March 2020 (continued)

Investment income and performance (continued)

	<i>BEA (MPF) Hong Kong Equity Fund</i>			<i>BEA (MPF) Global Bond Fund</i>			<i>BEA (MPF) Greater China Equity Fund</i>		
	2020 HK\$	2019 HK\$	2018 HK\$	2020 HK\$	2019 HK\$	2018 HK\$	2020 HK\$	2019 HK\$	2018 HK\$
Net (loss)/income excluding capital (depreciation)/appreciation	(6,748,515)	(5,914,103)	(6,951,507)	(3,210,392)	(2,671,440)	(2,441,013)	(15,222,499)	(15,384,726)	(14,670,632)
Capital (depreciation)/appreciation of investments - realised and unrealised	(108,617,135)	(36,410,774)	212,388,262	13,649,319	2,190,631	15,569,885	(53,282,110)	(75,422,807)	357,877,158
Value of scheme assets derived from investments as at 31 March	<u>784,259,486</u>	<u>868,990,050</u>	<u>920,530,390</u>	<u>321,708,374</u>	<u>266,743,603</u>	<u>251,502,655</u>	<u>1,157,583,613</u>	<u>1,253,540,025</u>	<u>1,406,945,804</u>

	<i>BEA (MPF) Japan Equity Fund</i>			<i>BEA (MPF) European Equity Fund</i>			<i>BEA (MPF) Global Equity Fund</i>		
	2020 HK\$	2019 HK\$	2018 HK\$	2020 HK\$	2019 HK\$	2018 HK\$	2020 HK\$	2019 HK\$	2018 HK\$
Net (loss)/income excluding capital (depreciation)/appreciation	(259,835)	1,117,234	(2,181,554)	2,309,214	3,450,998	(4,935,130)	(2,087,737)	(2,077,462)	(1,988,392)
Capital (depreciation)/appreciation of investments - realised and unrealised	(7,551,149)	(8,442,992)	14,032,385	(15,283,561)	(8,139,283)	11,414,015	(27,176,772)	5,031,853	23,934,775
Value of scheme assets derived from investments as at 31 March	<u>65,696,444</u>	<u>75,740,331</u>	<u>79,059,584</u>	<u>75,146,346</u>	<u>82,257,758</u>	<u>92,219,400</u>	<u>215,794,729</u>	<u>211,886,310</u>	<u>191,161,623</u>

Investment report for the year ended 31 March 2020 (continued)

Investment income and performance (continued)

	<i>BEA (MPF) North American Equity Fund</i>			<i>BEA China Tracker Fund</i>			<i>BEA Hong Kong Tracker Fund</i>		
	2020 HK\$	2019 HK\$	2018 HK\$	2020 HK\$	2019 HK\$	2018 HK\$	2020 HK\$	2019 HK\$	2018 HK\$
Net income/(loss) excluding capital appreciation/(depreciation)	1,545,496	(457,191)	(805,590)	2,595,423	2,703,576	2,223,745	5,496,473	4,727,849	4,265,665
Capital (depreciation)/appreciation of investments - realised and unrealised	(31,181,993)	10,484,697	14,624,262	(22,666,621)	(6,943,120)	21,940,000	(43,198,125)	(5,147,300)	35,142,350
Value of scheme assets derived from investments as at 31 March	<u>244,334,428</u>	<u>173,348,854</u>	<u>135,326,126</u>	<u>126,560,960</u>	<u>142,715,000</u>	<u>143,791,680</u>	<u>212,467,725</u>	<u>206,094,000</u>	<u>187,963,200</u>

	<i>BEA (MPF) RMB & HKD Money Market Fund</i>			<i>BEA (MPF) Age 65 Plus Fund ⁽¹⁾</i>			<i>BEA (MPF) Core Accumulation Fund ⁽¹⁾</i>		
	2020 HK\$	2019 HK\$	2018 HK\$	2020 HK\$	2019 HK\$	2018 HK\$	2020 HK\$	2019 HK\$	2018 HK\$
Net (loss)/income excluding capital (depreciation)/appreciation	(3,094,021)	(3,404,151)	6,924,552	(705,794)	(395,027)	(145,244)	(1,655,690)	(900,592)	(354,917)
Capital appreciation/(depreciation) of investments - realised and unrealised	-	-	-	2,030,969	2,112,797	663,861	(12,317,670)	4,435,646	3,180,759
Value of scheme assets derived from investments as at 31 March	<u>114,775,687</u>	<u>127,457,478</u>	<u>117,130,526</u>	<u>100,518,042</u>	<u>62,624,037</u>	<u>34,288,486</u>	<u>236,204,094</u>	<u>150,667,748</u>	<u>76,346,539</u>

⁽¹⁾ The launch date of BEA (MPF) Age 65 Plus Fund and BEA (MPF) Core Accumulation Fund was 1 April 2017.

Investment report for the year ended 31 March 2020 (continued)

Breakdown of income derived from investments and bank balances

For the year ended 31 March 2020

	<i>Dividend income HK\$</i>	<i>Interest Income HK\$</i>	<i>Interest Income from financial assets at fair value through profit or loss HK\$</i>	<i>Total HK\$</i>
BEA (MPF) Conservative Fund	-	55,768	30,042,325	30,098,093
BEA (MPF) Growth Fund	43,089,249	215,083	-	43,304,332
BEA (MPF) Balanced Fund	16,476,344	91,898	-	16,568,242
BEA (MPF) Stable Fund	11,178,781	141,866	-	11,320,647
BEA (MPF) Long Term Guaranteed Fund	-	971	-	971
BEA (MPF) Asian Equity Fund	150,675	4,997	-	155,672
BEA (MPF) Hong Kong Equity Fund	3,733,905	4,374	-	3,738,279
BEA (MPF) Global Bond Fund	-	6,734	-	6,734
BEA (MPF) Greater China Equity Fund	-	7,272	-	7,272
BEA (MPF) Japan Equity Fund	1,444,352	2,630	-	1,446,982
BEA (MPF) European Equity Fund	1,552,602	1,981	-	1,554,583
BEA (MPF) Global Equity Fund	808,307	4,820	-	813,127
BEA (MPF) North American Equity Fund	4,810,773	6,123	-	4,816,896
BEA China Tracker Fund	3,572,300	307	-	3,572,607
BEA Hong Kong Tracker Fund	7,100,670	620	-	7,101,290
BEA (MPF) RMB & HKD Money Market Fund	-	10,486	2,922,853	2,933,339
BEA (MPF) Age 65 Plus Fund	-	209	-	209
BEA (MPF) Core Accumulation Fund	-	470	-	470

Investment report for the year ended 31 March 2020 (continued)

Breakdown of income derived from investments and bank balances (continued)

For the year ended 31 March 2019

	<i>Dividend income HK\$</i>	<i>Interest Income HK\$</i>	<i>Interest Income from financial assets at fair value through profit or loss HK\$</i>	<i>Total HK\$</i>
BEA (MPF) Conservative Fund	-	47,010	24,474,549	24,521,559
BEA (MPF) Growth Fund	41,883,237	1,842,295	-	43,725,532
BEA (MPF) Balanced Fund	15,089,123	915,096	-	16,004,219
BEA (MPF) Stable Fund	10,263,338	1,895,880	-	12,159,218
BEA (MPF) Long Term Guaranteed Fund	-	492	-	492
BEA (MPF) Asian Equity Fund	140,617	5,111	-	145,728
BEA (MPF) Hong Kong Equity Fund	4,678,415	4,639	-	4,683,054
BEA (MPF) Global Bond Fund	-	5,343	-	5,343
BEA (MPF) Greater China Equity Fund	-	7,052	-	7,052
BEA (MPF) Japan Equity Fund	948,772	2,523	-	951,295
BEA (MPF) European Equity Fund	1,489,892	2,163	-	1,492,055
BEA (MPF) Global Equity Fund	633,974	4,844	-	638,818
BEA (MPF) North American Equity Fund	3,087,099	7,232	-	3,094,331
BEA China Tracker Fund	3,693,640	335	-	3,693,975
BEA Hong Kong Tracker Fund	6,095,290	512	-	6,095,802
BEA (MPF) RMB & HKD Money Market Fund	-	9,800	3,357,101	3,366,901
BEA (MPF) Age 65 Plus Fund	-	168	-	168
BEA (MPF) Core Accumulation Fund	-	421	-	421

Investment report for the year ended 31 March 2020 (continued)

Performance table

(a) *Total net asset value and net asset value per unit*

Name of constituent funds	As at 31 March 2020		As at 31 March 2019		As at 31 March 2018	
	Total net	Net asset	Total net	Net asset	Total net	Net asset
	asset value HK\$	value per unit HK\$	asset value HK\$	value per unit HK\$	asset value HK\$	value per unit HK\$
BEA (MPF) Conservative Fund	1,475,243,305	14.2939	1,476,035,016	14.0067	1,364,500,948	13.7684
BEA (MPF) Growth Fund	3,092,831,791	19.5894	3,472,588,397	21.5441	3,679,503,995	22.1255
BEA (MPF) Balanced Fund	1,675,181,092	18.5232	1,801,102,148	19.6064	1,890,241,026	19.9760
BEA (MPF) Stable Fund	1,845,090,734	17.8570	1,883,616,349	18.2466	1,917,364,619	18.4753
BEA (MPF) Long Term Guaranteed Fund	701,426,054	12.9620	725,469,697	13.0758	730,791,070	12.9652
BEA (MPF) Asian Equity Fund	743,013,702	20.0021	865,708,519	22.9977	999,653,245	25.5869
BEA (MPF) Hong Kong Equity Fund	788,353,999	20.4238	873,282,069	23.5672	926,078,224	24.6871
BEA (MPF) Global Bond Fund	330,492,273	12.3751	274,085,382	11.9254	258,304,327	11.9648
BEA (MPF) Greater China Equity Fund	1,162,744,835	17.7066	1,260,899,438	18.7545	1,410,292,365	20.0237
BEA (MPF) Japan Equity Fund	66,827,179	6.9552	76,948,161	7.7774	80,427,737	8.5349
BEA (MPF) European Equity Fund	76,575,213	10.2820	84,621,752	11.9825	94,618,593	12.6165
BEA (MPF) Global Equity Fund	219,800,755	13.9127	217,869,624	15.7379	197,517,565	15.5296
BEA (MPF) North American Equity Fund	250,720,965	17.3205	178,207,595	19.0572	139,042,472	17.7717
BEA China Tracker Fund	126,991,233	9.5005	142,707,668	11.0713	144,507,271	11.4304
BEA Hong Kong Tracker Fund	212,954,356	13.4935	206,090,558	16.1752	188,092,560	16.2922
BEA (MPF) RMB & HKD Money Market Fund	121,924,916	10.3212	138,401,263	10.5571	125,231,501	10.8281
BEA (MPF) Age 65 Plus Fund ⁽¹⁾	100,812,903	11.0189	62,647,178	10.7237	34,328,350	10.4437
BEA (MPF) Core Accumulation Fund ⁽¹⁾	236,121,623	10.7515	150,535,894	11.2351	76,290,575	10.9938
	<u>13,227,106,928</u>		<u>13,890,816,708</u>		<u>14,256,786,443</u>	

⁽¹⁾ The launch date of BEA (MPF) Age 65 Plus Fund and BEA (MPF) Core Accumulation Fund was 1 April 2017.

Investment report for the year ended 31 March 2020 (continued)

Performance table (continued)

(b) Highest and lowest prices

	BEA (MPF) Conservative Fund	BEA (MPF) Growth Fund	BEA (MPF) Balanced Fund	BEA (MPF) Stable Fund	BEA (MPF) Long Term Guaranteed Fund	BEA (MPF) Asian Equity Fund	BEA (MPF) Hong Kong Equity Fund	BEA (MPF) Global Bond Fund	BEA (MPF) Greater China Equity Fund	BEA (MPF) Japan Equity Fund	BEA (MPF) European Equity Fund	BEA (MPF) Global Equity Fund	BEA (MPF) North American Equity Fund ⁽¹⁾	BEA China Tracker Fund ⁽¹⁾	BEA Hong Kong Tracker Fund ⁽¹⁾	BEA (MPF) RMB & HKD Money Market Fund ⁽¹⁾	BEA (MPF) Age 65 Plus Fund ⁽¹⁾	BEA (MPF) Core Accumulation Fund ⁽¹⁾
Highest issue price per unit (HK\$)																		
2020	14.2939	23.1339	20.8484	19.1483	13.6662	25.3051	24.5436	13.0628	20.9595	8.5211	13.4623	17.7423	22.5605	11.5104	16.7771	10.5971	11.5822	12.4340
2019	14.0054	22.4433	20.1345	18.5717	13.0848	25.9953	25.6477	11.9622	20.6633	8.7382	13.1866	16.3803	19.7086	11.9227	17.1840	10.8349	10.7242	11.3419
2018	13.7676	23.4833	20.8482	18.9406	13.2254	27.4966	27.0315	11.9892	21.7360	9.2679	13.8525	16.7863	19.2310	13.0855	17.8973	10.8263	10.5869	11.5214
2017	13.6326	19.2628	17.9616	17.3422	13.1033	20.3897	19.9411	12.0686	15.8129	7.4178	11.6561	13.7677	16.1038	9.9231	13.0034	10.2253	-	-
2016	13.5206	20.0781	18.2870	17.1936	13.2051	21.4032	23.1344	11.6462	17.9633	8.0986	11.8949	12.9481	14.2932	13.1696	14.3394	10.3589	-	-
2015	13.4167	19.0470	17.6231	16.8697	13.0702	20.3172	20.2244	11.6038	15.7738	7.8344	11.7262	12.6945	14.2009	11.0430	12.6959	10.3443	-	-
2014	13.2679	18.2571	16.9962	16.3926	12.8902	18.8342	19.0807	11.4974	14.6830	7.1067	11.6203	12.1872	12.6659	10.1183	11.7689	10.3518	-	-
2013	13.1429	16.9310	16.1888	15.9709	12.7675	18.5416	18.5918	11.4757	13.6455	6.0333	9.9037	10.7256	10.7502	10.5069	11.4472	10.0986	-	-
2012	12.9887	17.0126	16.0844	15.7569	12.3771	19.1258	18.9743	11.3033	14.4739	5.6633	10.0549	10.9399	10.2952	10.0417	10.3165	-	-	-
2011	12.8521	16.7061	15.9145	15.7187	12.2282	18.8137	19.6186	11.0698	14.4397	6.1892	9.7928	10.7773	-	-	-	-	-	-
Lowest redemption price per unit (HK\$)																		
2020	14.0074	18.0530	17.4303	17.1042	12.4236	17.9474	18.5129	11.8263	16.0033	6.0417	8.9984	12.1765	15.0413	8.5604	12.4571	10.1978	10.6106	9.8908
2019	13.7696	19.5694	18.1906	17.3188	12.5438	20.2240	20.1051	11.4480	16.0516	7.0241	10.7897	13.6411	15.8846	9.5996	13.7296	10.2247	10.2001	10.1941
2018	13.6338	19.0626	17.7210	16.8175	12.8945	19.9921	19.3395	11.3149	15.3232	7.1375	11.5171	13.5322	15.6661	9.2661	12.6323	10.0011	9.9971	9.9866
2017	13.5208	17.2754	16.6343	16.2089	12.6487	16.6288	16.0340	11.0904	12.6574	6.3476	9.6540	11.8653	13.4615	7.5273	10.2039	9.8743	-	-
2016	13.4170	16.2937	15.9218	15.6870	12.5206	15.4374	14.8105	10.9666	11.8492	6.0051	9.4034	11.0649	12.3563	6.8923	9.4568	9.9549	-	-
2015	13.2683	17.7240	16.7276	16.3056	12.7266	18.3778	17.1881	11.2292	13.5884	6.2698	10.0661	11.3160	12.2386	8.4677	10.7022	10.1318	-	-
2014	13.1443	16.0827	15.4727	15.3955	12.2851	16.3061	15.6878	11.1505	11.8552	5.8170	9.3457	10.4172	10.5439	7.8524	9.7278	10.0973	-	-
2013	12.9902	14.4388	14.3679	14.7693	12.1823	14.8114	14.3539	11.0501	10.6871	4.5800	7.5884	8.8760	9.0564	7.9472	8.7645	9.9625	-	-
2012	12.8523	13.4936	13.6354	14.2197	11.6944	13.4637	12.7414	10.6734	9.7235	4.6230	7.0408	8.2210	9.7543	8.9510	9.8060	-	-	-
2011	12.8026	13.8753	13.6372	13.8195	11.2103	13.9246	14.4778	10.1870	10.6718	5.0810	7.9531	8.4858	-	-	-	-	-	-

⁽¹⁾ The date of commencement for BEA (MPF) North American Equity Fund, BEA China Tracker Fund and BEA Hong Kong Tracker Fund was 31 January 2012.

The date of commencement for BEA (MPF) RMB & HKD Money Market Fund was 3 July 2012.

The launch date of BEA (MPF) Age 65 Plus Fund and BEA (MPF) Core Accumulation Fund was 1 April 2017.

Investment report for the year ended 31 March 2020 (continued)

Performance table (continued)

(c) Net annualised investment return ⁽¹⁾

	BEA (MPF) Conservative Fund ⁽²⁾	BEA (MPF) Growth Fund	BEA (MPF) Balanced Fund	BEA (MPF) Stable Fund	BEA (MPF) Long Term Guaranteed Fund	BEA (MPF) Asian Equity Fund	BEA (MPF) Hong Kong Equity Fund	BEA (MPF) Global Bond Fund	BEA (MPF) Greater China Equity Fund	BEA (MPF) Japan Equity Fund	BEA (MPF) European Equity Fund	BEA (MPF) Global Equity Fund	BEA (MPF) North American Equity Fund ⁽²⁾	BEA China Tracker Fund ⁽²⁾	BEA Hong Kong Tracker Fund ⁽²⁾	BEA (MPF) RMB & HKD Money Market Fund ⁽²⁾	BEA (MPF) Age 65 Plus Fund ⁽²⁾	BEA (MPF) Core Accumulation Fund ⁽²⁾
Net annualised investment return (%)																		
2020	2.05	(9.07)	(5.52)	(2.14)	(0.87)	(13.03)	(13.34)	3.77	(5.59)	(10.57)	(14.19)	(11.60)	(9.11)	(14.19)	(16.58)	(2.23)	2.75	(4.30)
2019	1.73	(2.63)	(1.85)	(1.24)	0.85	(10.12)	(4.54)	(0.33)	(6.34)	(8.88)	(5.03)	1.34	7.23	(3.14)	(0.72)	(2.50)	2.68	2.19
2018	1.00	15.49	12.60	9.83	0.63	27.44	26.43	5.81	29.57	16.74	8.24	13.65	11.88	18.98	27.35	7.98	4.44	9.94
2017	0.83	8.81	5.40	1.82	0.04	14.27	16.09	(2.91)	14.78	9.16	11.18	9.92	14.76	16.75	19.22	(1.97)	-	-
2016	0.77	(6.99)	(3.74)	(0.97)	(1.39)	(11.84)	(16.83)	2.83	(14.65)	(12.41)	(6.95)	(0.31)	(0.14)	(25.49)	(14.64)	(0.76)	-	-
2015	1.12	5.11	3.74	2.32	2.72	8.32	15.12	(0.38)	14.23	15.76	(1.20)	3.33	9.97	25.30	15.81	1.33	-	-
2014	0.94	7.54	5.22	3.07	(0.29)	2.07	1.13	(0.20)	7.27	9.92	18.92	13.41	17.25	(5.68)	0.96	0.86	-	-
2013	1.19	6.25	4.95	3.73	3.52	7.59	8.95	2.71	6.92	12.38	9.46	4.83	4.98	3.67	9.66	0.85	-	-
2012	1.07	(4.68)	(2.58)	(0.64)	2.66	(8.59)	(12.92)	3.52	(12.39)	(2.88)	(7.99)	(4.03)	2.40	(9.87)	(1.94)	-	-	-
2011	0.39	8.36	7.03	5.82	5.59	14.96	12.53	3.81	12.35	(6.24)	3.05	6.57	-	-	-	-	-	-

⁽¹⁾ The net annualised investment return represents the percentage change in unit price at the year end during each of these years except for the net investment return in the first financial period which was calculated as the percentage change in unit price between the unit price at the period end date and the initial offer price.

⁽²⁾ The date of commencement for BEA (MPF) North American Equity Fund, BEA China Tracker Fund and BEA Hong Kong Tracker Fund was 31 January 2012.

The date of commencement for BEA (MPF) RMB & HKD Money Market Fund was 3 July 2012.

The launch date of BEA (MPF) Age 65 Plus Fund and BEA (MPF) Core Accumulation Fund was 1 April 2017.

⁽³⁾ The unit price of BEA (MPF) Conservative Fund does not reflect the impact of fees and charges which are deducted from members' accounts by way of unit deduction.

Investment report for the year ended 31 March 2020 (continued)

Performance table (continued)

(d) Fund Expense Ratio ("FER")

Name of constituent funds	2020	
	Transaction costs for the year ended 31 March HK\$	FER for the year ended 31 March ⁽¹⁾
BEA (MPF) Conservative Fund	-	0.81%
BEA (MPF) Growth Fund	1,366,576	1.40%
BEA (MPF) Balanced Fund	637,147	1.36%
BEA (MPF) Stable Fund	668,447	1.33%
BEA (MPF) Long Term Guaranteed Fund	-	2.51%
BEA (MPF) Asian Equity Fund	14,682	1.38%
BEA (MPF) Hong Kong Equity Fund	164,753	1.31%
BEA (MPF) Global Bond Fund	-	1.06%
BEA (MPF) Greater China Equity Fund	-	1.32%
BEA (MPF) Japan Equity Fund	9,201	1.68%
BEA (MPF) European Equity Fund	8,383	1.60%
BEA (MPF) Global Equity Fund	1,642	1.29%
BEA (MPF) North American Equity Fund	18,159	1.25%
BEA China Tracker Fund	89,043	1.31%
BEA Hong Kong Tracker Fund	203,212	0.75%
BEA (MPF) RMB & HKD Money Market Fund	-	0.79%
BEA (MPF) Age 65 Plus Fund	-	0.84%
BEA (MPF) Core Accumulation Fund	-	0.82%

⁽¹⁾ Pursuant to Chapter E2 of the Code on Disclosure for MPF Investment Funds ("Disclosure Code"), the FER calculation for a constituent fund ("CF") that invests through a fund requires the costs incurred at lower level collective investment schemes, such as real estate investment trust ("REIT"), to be included. According to the circular letter dated 1 November 2019 (PR/CTR/2019/002), a clarification was issued by the Mandatory Provident Fund Schemes Authority for the purposes of calculating FER, a listed REIT is treated in the same way as an investment in shares of a listed company, and the fees and charges of such REIT need not be regarded as "underlying fund costs" (as defined under E3.9 of the Disclosure Code) of a CF. This treatment of a listed REIT for the purposes of FER calculation is adopted and is not required to be applied retrospectively.

Investment report as at 31 March 2020

Investment portfolio

BEA (MPF) Conservative Fund

	Nominal value HK\$	Fair value HK\$	Cost HK\$	% of net assets
Short-term deposits				
<i>Hong Kong Dollar</i>				
Bank of East Asia, Limited F/D 2.40% 04 May 2020	9,695,154	9,695,154	9,695,154	0.66
Bank of East Asia, Limited F/D 2.40% 04 May 2020	9,184,539	9,184,539	9,184,539	0.62
China CITIC Bank International Limited F/D 2.26% 20 April 2020	27,939,487	27,939,487	27,939,487	1.89
China CITIC Bank International Limited F/D 2.26% 20 April 2020	23,950,530	23,950,530	23,950,530	1.62
China CITIC Bank International Limited F/D 2.26% 20 April 2020	42,594,444	42,594,444	42,594,444	2.89
China CITIC Bank International Limited F/D 2.26% 20 April 2020	10,903,815	10,903,815	10,903,815	0.74
China CITIC Bank International Limited F/D 2.26% 04 May 2020	5,676,699	5,676,699	5,676,699	0.38
China CITIC Bank International Limited F/D 2.26% 04 May 2020	8,242,570	8,242,570	8,242,570	0.56
China CITIC Bank International Limited F/D 2.06% 17 August 2020	5,150,830	5,150,830	5,150,830	0.35
China CITIC Bank International Limited F/D 2.01% 07 December 2020	9,060,979	9,060,979	9,060,979	0.61
China Construction Bank Corporation F/D 2.07% 11 May 2020	10,018,118	10,018,118	10,018,118	0.68
China Construction Bank Corporation F/D 1.88% 07 December 2020	4,498,336	4,498,336	4,498,336	0.31
China Everbright Bank Co., Ltd F/D 1.61% 22 June 2020	30,295,843	30,295,843	30,295,843	2.05
China Everbright Bank Co., Ltd F/D 1.61% 22 June 2020	25,166,976	25,166,976	25,166,976	1.71
China Everbright Bank Co., Ltd F/D 1.61% 22 June 2020	14,457,372	14,457,372	14,457,372	0.98
China Everbright Bank Co., Ltd F/D 1.61% 22 June 2020	35,189,487	35,189,487	35,189,487	2.39
China Everbright Bank Co., Ltd F/D 1.61% 22 June 2020	19,621,235	19,621,235	19,621,235	1.33
China Everbright Bank Co., Ltd F/D 1.90% 28 December 2020	5,074,588	5,074,588	5,074,588	0.34
Chong Hing Bank Limited F/D 2.45% 04 May 2020	7,929,473	7,929,473	7,929,473	0.54
Chong Hing Bank Limited F/D 2.45% 04 May 2020	4,027,502	4,027,502	4,027,502	0.27
Chong Hing Bank Limited F/D 2.45% 04 May 2020	3,729,123	3,729,123	3,729,123	0.25
Chong Hing Bank Limited F/D 2.50% 04 May 2020	8,806,873	8,806,873	8,806,873	0.60
Chong Hing Bank Limited F/D 2.45% 11 May 2020	35,908,167	35,908,167	35,908,167	2.44

Investment report as at 31 March 2020 (continued)

Investment portfolio (continued)

BEA (MPF) Conservative Fund (continued)

	Nominal value HK\$	Fair value HK\$	Cost HK\$	% of net assets
Short-term deposits (continued)				
<i>Hong Kong Dollar (continued)</i>				
Chong Hing Bank Limited F/D 1.55% 22 June 2020	61,289,147	61,289,147	61,289,147	4.15
Chong Hing Bank Limited F/D 2.20% 17 August 2020	9,670,486	9,670,486	9,670,486	0.66
Chong Hing Bank Limited F/D 2.20% 17 August 2020	2,515,774	2,515,774	2,515,774	0.17
CMB Wing Lung Bank, Limited F/D 2.15% 27 April 2020	5,160,447	5,160,447	5,160,447	0.35
CMB Wing Lung Bank, Limited F/D 2.15% 27 April 2020	34,337,233	34,337,233	34,337,233	2.33
CMB Wing Lung Bank, Limited F/D 2.15% 27 April 2020	7,775,919	7,775,919	7,775,919	0.53
CMB Wing Lung Bank, Limited F/D 2.15% 27 April 2020	7,197,966	7,197,966	7,197,966	0.50
CMB Wing Lung Bank, Limited F/D 2.15% 27 April 2020	13,100,493	13,100,493	13,100,493	0.89
CMB Wing Lung Bank, Limited F/D 2.15% 27 April 2020	22,639,107	22,639,107	22,639,107	1.53
CMB Wing Lung Bank, Limited F/D 2.15% 27 April 2020	22,033,379	22,033,379	22,033,379	1.50
CMB Wing Lung Bank, Limited F/D 2.11% 11 May 2020	22,110,113	22,110,113	22,110,113	1.50
Credit Agricole Corporate and Investment Bank F/D 2.02% 20 April 2020	41,520,422	41,520,422	41,520,422	2.81
Credit Agricole Corporate and Investment Bank F/D 2.02% 20 April 2020	43,449,366	43,449,366	43,449,366	2.95
Credit Agricole Corporate and Investment Bank F/D 2.02% 27 April 2020	6,264,370	6,264,370	6,264,370	0.42
Credit Agricole Corporate and Investment Bank F/D 2.02% 27 April 2020	31,214,967	31,214,967	31,214,967	2.12
Dah Sing Bank Limited F/D 1.55% 05 October 2020	4,248,606	4,248,606	4,248,606	0.29
Dah Sing Bank Limited F/D 1.45% 28 December 2020	4,558,604	4,558,604	4,558,604	0.31
Dah Sing Bank Limited F/D 1.45% 28 December 2020	3,000,000	3,000,000	3,000,000	0.20
Dah Sing Bank Limited F/D 1.45% 28 December 2020	3,155,269	3,155,269	3,155,269	0.21
DBS Bank (Hong Kong) Limited F/D 2.12% 20 April 2020	27,612,030	27,612,030	27,612,030	1.87
DBS Bank (Hong Kong) Limited F/D 2.12% 20 April 2020	20,173,311	20,173,311	20,173,311	1.37
DBS Bank (Hong Kong) Limited F/D 2.12% 11 May 2020	74,362,879	74,362,879	74,362,879	5.04
DBS Bank (Hong Kong) Limited F/D 2.12% 11 May 2020	9,333,632	9,333,632	9,333,632	0.63

Investment report as at 31 March 2020 (continued)

Investment portfolio (continued)

BEA (MPF) Conservative Fund (continued)

	Nominal value HK\$	Fair value HK\$	Cost HK\$	% of net assets
Short-term deposits (continued)				
<i>Hong Kong Dollar (continued)</i>				
Fubon Bank (Hong Kong) Limited F/D 2.15% 04 May 2020	35,765,807	35,765,807	35,765,807	2.42
Fubon Bank (Hong Kong) Limited F/D 2.15% 11 May 2020	4,418,890	4,418,890	4,418,890	0.30
Fubon Bank (Hong Kong) Limited F/D 2.20% 07 September 2020	16,886,524	16,886,524	16,886,524	1.14
Fubon Bank (Hong Kong) Limited F/D 2.20% 07 September 2020	28,822,963	28,822,963	28,822,963	1.95
Fubon Bank (Hong Kong) Limited F/D 2.25% 07 December 2020	12,352,483	12,352,483	12,352,483	0.84
Fubon Bank (Hong Kong) Limited F/D 2.25% 07 December 2020	10,953,822	10,953,822	10,953,822	0.74
Fubon Bank (Hong Kong) Limited F/D 2.25% 07 December 2020	8,115,408	8,115,408	8,115,408	0.55
Fubon Bank (Hong Kong) Limited F/D 1.80% 28 December 2020	14,603,276	14,603,276	14,603,276	0.99
MUFG Bank, Ltd. F/D 2.20% 04 May 2020	44,541,878	44,541,878	44,541,878	3.02
MUFG Bank, Ltd. F/D 2.07% 11 May 2020	8,929,453	8,929,453	8,929,453	0.61
MUFG Bank, Ltd. F/D 2.07% 11 May 2020	4,503,355	4,503,355	4,503,355	0.31
MUFG Bank, Ltd. F/D 2.07% 17 August 2020	10,539,314	10,539,314	10,539,314	0.71
MUFG Bank, Ltd. F/D 2.07% 17 August 2020	33,436,981	33,436,981	33,436,981	2.27
MUFG Bank, Ltd. F/D 2.07% 17 August 2020	9,595,932	9,595,932	9,595,932	0.65
MUFG Bank, Ltd. F/D 2.07% 17 August 2020	6,788,387	6,788,387	6,788,387	0.46
MUFG Bank, Ltd. F/D 1.57% 28 December 2020	11,934,680	11,934,680	11,934,680	0.81
OCBC Wing Hang Bank Limited F/D 2.20% 20 April 2020	33,400,406	33,400,406	33,400,406	2.26
OCBC Wing Hang Bank Limited F/D 2.20% 20 April 2020	6,560,484	6,560,484	6,560,484	0.45
OCBC Wing Hang Bank Limited F/D 2.20% 20 April 2020	27,162,739	27,162,739	27,162,739	1.84
OCBC Wing Hang Bank Limited F/D 2.22% 11 May 2020	39,007,051	39,007,051	39,007,051	2.64
OCBC Wing Hang Bank Limited F/D 1.20% 22 June 2020	18,488,393	18,488,393	18,488,393	1.25
OCBC Wing Hang Bank Limited F/D 1.20% 22 June 2020	6,074,275	6,074,275	6,074,275	0.41

Investment report as at 31 March 2020 (continued)

Investment portfolio (continued)

BEA (MPF) Conservative Fund (continued)

	Nominal value HK\$	Fair value HK\$	Cost HK\$	% of net assets
Short-term deposits (continued)				
<i>Hong Kong Dollar (continued)</i>				
Standard Chartered Bank (Hong Kong) Limited F/D 1.32% 14 December 2020	37,826,812	37,826,812	37,826,812	2.56
Sumitomo Mitsui Banking Corporation F/D 2.25% 20 April 2020	11,017,921	11,017,921	11,017,921	0.75
Sumitomo Mitsui Banking Corporation F/D 2.25% 20 April 2020	22,790,145	22,790,145	22,790,145	1.54
Sumitomo Mitsui Banking Corporation F/D 2.34% 04 May 2020	52,189,506	52,189,506	52,189,506	3.54
Sumitomo Mitsui Banking Corporation F/D 1.90% 05 October 2020	11,406,037	11,406,037	11,406,037	0.77
Sumitomo Mitsui Banking Corporation F/D 1.90% 05 October 2020	33,085,828	33,085,828	33,085,828	2.24
Total investments		<u>1,395,044,410</u>	<u>1,395,044,410</u>	<u>94.56</u>

Note: Investments are accounted for on a trade date basis.

Investment report as at 31 March 2020 (continued)

Investment portfolio (continued)

BEA (MPF) Growth Fund

	Holding units	Fair value HK\$	Cost HK\$	% of net assets
Approved Pooled Investment Funds				
<i>Established in Hong Kong</i>				
BEA Union Investment Asia Pacific Investment Grade Bond Fund - Class A	1,052,941.2270	138,156,418	107,640,862	4.47
BEA Union Investment Asia Strategic Growth Fund - Class A	1,013,219.8820	339,489,454	297,166,506	10.98
BEA Union Investment Global Bond Fund - Class A	4,575,642.1830	602,383,293	554,256,419	19.48
BEA Union Investment Global Equity Fund - Class A	638,976.3920	97,201,089	72,627,612	3.14
BEA Union Investment Greater China Growth Fund - Class A	198,495.1140	52,611,130	35,798,780	1.70
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund - Class A	114,521.5710	16,893,077	13,040,105	0.55
BEA Union Investment Hong Kong Growth Fund - Class A	1,648,523.2620	484,929,603	498,074,590	15.68
BEA Union Investment Money Market Fund - Class A	573,194.8350	58,586,244	57,321,415	1.89
PineBridge Fund Series - PineBridge India Equity Fund - Provident Fund Units	356,106.3286	30,969,821	36,165,234	1.00
Schroder Institutional Pooled Funds - European Equity Fund - Class B	3,013,784.0647	80,326,989	103,234,762	2.60
Approved Index-Tracking Collective Investment Schemes				
<i>Hong Kong</i>				
Tracker Fund of Hong Kong	3,927,500.0000	93,670,875	91,950,089	3.03
<i>The United Kingdom</i>				
Vanguard FTSE Developed Europe UCITS ETF	794,945.0000	169,310,910	222,454,232	5.47
<i>The United States of America</i>				
iShares Europe ETF	270,460.0000	74,064,965	90,616,883	2.39
iShares Global Energy ETF	21,709.0000	2,842,076	5,279,336	0.09
iShares MSCI Australia ETF	401,793.0000	48,397,120	59,309,009	1.57
iShares MSCI Japan ETF	669,435.0000	256,279,332	285,694,395	8.29
SPDR S&P 500 ETF Trust	200,816.0000	401,202,035	404,604,740	12.97
Total investments		<u>2,947,314,431</u>	<u>2,935,234,969</u>	<u>95.30</u>

Note: Investments are accounted for on a trade date basis.

Investment report as at 31 March 2020 (continued)

Investment portfolio (continued)

BEA (MPF) Balanced Fund

	Holding units	Fair value HK\$	Cost HK\$	% of net assets
Approved Pooled Investment Funds				
<i>Established in Hong Kong</i>				
BEA Union Investment Asia Pacific Investment Grade Bond Fund - Class A	949,537.6290	124,588,832	98,883,473	7.44
BEA Union Investment Asia Strategic Growth Fund - Class A	414,804.1160	138,984,267	127,204,434	8.30
BEA Union Investment Global Bond Fund - Class A	4,756,042.6610	626,133,016	559,391,778	37.38
BEA Union Investment Global Equity Fund - Class A	228,841.6950	34,811,399	24,021,356	2.08
BEA Union Investment Greater China Growth Fund - Class A	87,872.9810	23,290,734	15,847,933	1.39
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund - Class A	111,371.3980	16,428,395	12,876,204	0.98
BEA Union Investment Hong Kong Growth Fund - Class A	580,172.7520	170,663,617	169,908,611	10.19
BEA Union Investment Money Market Fund - Class A	298,609.2410	30,520,850	29,861,926	1.82
PineBridge Fund Series - PineBridge India Equity Fund - Provident Fund Units	123,725.7817	10,760,172	12,965,531	0.64
Schroder Institutional Pooled Funds - European Equity Fund - Class B	1,121,798.0412	29,899,507	38,426,295	1.78
Approved Index-Tracking Collective Investment Schemes				
<i>Hong Kong</i>				
Tracker Fund of Hong Kong	2,123,000.0000	50,633,550	49,686,454	3.02
<i>The United Kingdom</i>				
Vanguard FTSE Developed Europe UCITS ETF	267,872.0000	57,052,566	74,679,320	3.41
<i>The United States of America</i>				
iShares Europe ETF	98,284.0000	26,914,890	33,473,720	1.61
iShares Global Energy ETF	12,192.0000	1,596,139	2,964,930	0.09
iShares MSCI Australia ETF	144,899.0000	17,453,500	21,278,104	1.04
iShares MSCI Japan ETF	252,940.0000	96,832,843	108,569,382	5.78
SPDR S&P 500 ETF Trust	81,333.0000	162,491,859	168,306,895	9.70
Total investments		<u>1,619,056,136</u>	<u>1,548,346,346</u>	<u>96.65</u>

Note: Investments are accounted for on a trade date basis.

Investment report as at 31 March 2020 (continued)

Investment portfolio (continued)

BEA (MPF) Stable Fund

	Holding units	Fair value HK\$	Cost HK\$	% of net assets
Approved Pooled Investment Funds				
<i>Established in Hong Kong</i>				
BEA Union Investment Asia Pacific Investment Grade Bond Fund - Class A	937,094.1160	122,956,119	103,252,505	6.66
BEA Union Investment Asia Strategic Growth Fund - Class A	288,224.9370	96,572,647	93,450,488	5.23
BEA Union Investment Global Bond Fund - Class A	7,464,426.0950	982,691,695	868,639,428	53.26
BEA Union Investment Global Equity Fund - Class A	176,875.1300	26,906,245	18,663,801	1.46
BEA Union Investment Greater China Growth Fund - Class A	56,057.6990	14,858,093	10,110,001	0.80
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund - Class A	74,786.8810	11,031,813	8,737,198	0.60
BEA Union Investment Hong Kong Growth Fund - Class A	334,538.9690	98,407,983	107,075,467	5.33
BEA Union Investment Money Market Fund - Class A	952,977.4790	97,403,828	95,301,845	5.28
PineBridge Fund Series - PineBridge India Equity Fund - Provident Fund Units	65,166.0859	5,667,358	6,669,249	0.31
Schroder Institutional Pooled Funds - European Equity Fund - Class B	444,642.6286	11,851,149	15,230,878	0.64
Approved Index-Tracking Collective Investment Schemes				
<i>Hong Kong</i>				
Tracker Fund of Hong Kong	2,342,500.0000	55,868,625	54,805,161	3.03
<i>The United Kingdom</i>				
Vanguard FTSE Developed Europe UCITS ETF	144,682.0000	30,815,014	40,116,848	1.67
<i>The United States of America</i>				
iShares Europe ETF	64,031.0000	17,534,770	21,965,350	0.95
iShares Global Energy ETF	13,698.0000	1,793,300	3,331,169	0.10
iShares MSCI Australia ETF	75,240.0000	9,062,874	11,087,121	0.49
iShares MSCI Japan ETF	156,461.0000	59,897,855	67,483,208	3.25
SPDR S&P 500 ETF Trust	56,510.0000	112,899,007	121,294,349	6.12
Total investments		<u>1,756,218,375</u>	<u>1,647,214,066</u>	<u>95.18</u>

Note: Investments are accounted for on a trade date basis.

Investment report as at 31 March 2020 (continued)

Investment portfolio (continued)

BEA (MPF) Long Term Guaranteed Fund

	Holding units	Fair value HK\$	Cost HK\$	% of net assets
Approved Pooled Investment Fund				
<i>Established in Hong Kong</i>				
Principal Long Term Guaranteed Fund	31,574,419.3145	702,454,063	532,530,811	100.15
Total investments		<u>702,454,063</u>	<u>532,530,811</u>	<u>100.15</u>

Note: Investments are accounted for on a trade date basis.

Investment report as at 31 March 2020 (continued)

Investment portfolio (continued)

BEA (MPF) Asian Equity Fund

	Holding units	Fair value HK\$	Cost HK\$	% of net assets
Approved Pooled Investment Funds				
<i>Established in Hong Kong</i>				
BEA Union Investment Asia Strategic Growth Fund - Class A	1,966,029.3140	658,737,782	539,607,555	88.66
PineBridge Fund Series - PineBridge India Equity Fund - Provident Fund Units	705,863.4462	61,387,464	60,514,478	8.26
Approved Index-Tracking Collective Investment Scheme				
<i>The United Kingdom</i>				
iShares MSCI AC Far East ex-Japan UCITS ETF USD (Dist)	42,392.0000	15,530,413	15,587,479	2.09
Total investments		<u>735,655,659</u>	<u>615,709,512</u>	<u>99.01</u>

Note: Investments are accounted for on a trade date basis.

Investment report as at 31 March 2020 (continued)

Investment portfolio (continued)

BEA (MPF) Hong Kong Equity Fund

	Holding units	Fair value HK\$	Cost HK\$	% of net assets
Approved Pooled Investment Fund				
<i>Established in Hong Kong</i>				
BEA Union Investment Hong Kong Growth Fund - Class A	2,371,540.7790	697,612,436	543,616,752	88.49
Approved Index-Tracking Collective Investment Scheme				
<i>Hong Kong</i>				
Tracker Fund of Hong Kong	3,633,000.0000	86,647,050	89,639,501	10.99
Total investments		<u>784,259,486</u>	<u>633,256,253</u>	<u>99.48</u>

Note: Investments are accounted for on a trade date basis.

Investment report as at 31 March 2020 (continued)

Investment portfolio (continued)

BEA (MPF) Global Bond Fund

	Holding units	Fair value HK\$	Cost HK\$	% of net assets
Approved Pooled Investment Funds				
<i>Established in Hong Kong</i>				
BEA Union Investment Global Bond Fund - Class A	2,143,909.9620	282,245,747	249,906,174	85.40
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund - Class A	267,525.0980	39,462,627	33,965,940	11.94
Total investments		<u>321,708,374</u>	<u>283,872,114</u>	<u>97.34</u>

Note: Investments are accounted for on a trade date basis.

Investment report as at 31 March 2020 (continued)

Investment portfolio (continued)

BEA (MPF) Greater China Equity Fund

	<i>Holding units</i>	<i>Fair value HK\$</i>	<i>Cost HK\$</i>	<i>% of net assets</i>
Approved Pooled Investment Funds				
<i>Established in Hong Kong</i>				
BEA Union Investment Greater China Growth Fund - Class A	3,901,388.4850	1,034,063,018	644,923,721	88.93
BEA Union Investment Hong Kong Growth Fund - Class A	419,909.5560	123,520,595	110,190,841	10.63
Total investments		<u>1,157,583,613</u>	<u>755,114,562</u>	<u>99.56</u>

Note: Investments are accounted for on a trade date basis.

Investment report as at 31 March 2020 (continued)

Investment portfolio (continued)

BEA (MPF) Japan Equity Fund

	Holding units	Fair value HK\$	Cost HK\$	% of net assets
Approved Pooled Investment Fund				
<i>Established in Hong Kong</i>				
Fidelity Global Investment Fund - Japanese Equity Fund - Class B	511,886.2150	7,719,244	9,392,247	11.55
Approved Index-Tracking Collective Investment Scheme				
<i>The United States of America</i>				
iShares MSCI Japan ETF	151,444.0000	57,977,200	57,077,628	86.76
Total investments		<u>65,696,444</u>	<u>66,469,875</u>	<u>98.31</u>

Note: Investments are accounted for on a trade date basis.

Investment report as at 31 March 2020 (continued)

Investment portfolio (continued)

BEA (MPF) European Equity Fund

	Holding units	Fair value HK\$	Cost HK\$	% of net assets
Approved Pooled Investment Fund				
<i>Established in Hong Kong</i>				
Schroder Institutional Pooled Funds - European Equity Fund - Class B	1,193,408.4695	31,808,155	40,879,252	41.54
Approved Index-Tracking Collective Investment Schemes				
<i>The United Kingdom</i>				
Vanguard FTSE Developed Europe UCITS ETF	143,362.0000	30,533,874	39,322,439	39.87
<i>The United States of America</i>				
iShares Europe ETF	46,757.0000	12,804,317	15,463,747	16.72
Total investments		<u>75,146,346</u>	<u>95,665,438</u>	<u>98.13</u>

Note: Investments are accounted for on a trade date basis.

Investment report as at 31 March 2020 (continued)

Investment portfolio (continued)

BEA (MPF) Global Equity Fund

	Holding units	Fair value HK\$	Cost HK\$	% of net assets
Approved Pooled Investment Funds				
<i>Established in Hong Kong</i>				
BEA Union Investment Global Equity Fund - Class A	1,209,736.6190	184,025,135	157,498,842	83.72
BEA Union Investment Hong Kong Growth Fund - Class A	3,642.3440	1,071,432	863,700	0.49
Approved Index-Tracking Collective Investment Schemes				
<i>The United Kingdom</i>				
Vanguard FTSE Developed Europe UCITS ETF	16,675.0000	3,551,515	4,682,144	1.62
<i>The United States of America</i>				
iShares Europe ETF	19,281.0000	5,280,066	6,704,777	2.40
iShares MSCI Australia ETF	7,525.0000	906,408	1,228,009	0.41
iShares MSCI Japan ETF	8,148.0000	3,119,293	3,228,691	1.42
SPDR S&P 500 ETF Trust	8,930.0000	17,840,880	13,260,702	8.12
Total investments		<u>215,794,729</u>	<u>187,466,865</u>	<u>98.18</u>

Note: Investments are accounted for on a trade date basis.

Investment report as at 31 March 2020 (continued)

Investment portfolio (continued)

BEA (MPF) North American Equity Fund

	Holding units	Fair value HK\$	Cost HK\$	% of net assets
Approved Index-Tracking Collective Investment Schemes				
<i>The United States of America</i>				
iShares Core S&P 500 ETF	49,226.0000	98,594,616	96,800,849	39.32
SPDR S&P 500 ETF Trust	72,948.0000	145,739,812	142,962,644	58.13
Total investments		<u>244,334,428</u>	<u>239,763,493</u>	<u>97.45</u>

Note: Investments are accounted for on a trade date basis.

Investment report as at 31 March 2020 (continued)

Investment portfolio (continued)

BEA China Tracker Fund

	<i>Holding units</i>	<i>Fair value HK\$</i>	<i>Cost HK\$</i>	<i>% of net assets</i>
Approved Index-Tracking Collective Investment Scheme				
<i>Hong Kong</i>				
Hang Seng China Enterprises Index ETF	1,308,800.0000	126,560,960	143,811,989	99.66
Total investments		<u>126,560,960</u>	<u>143,811,989</u>	<u>99.66</u>

Note: Investments are accounted for on a trade date basis.

Investment report as at 31 March 2020 (continued)

Investment portfolio (continued)

BEA Hong Kong Tracker Fund

	<i>Holding units</i>	<i>Fair value HK\$</i>	<i>Cost HK\$</i>	<i>% of net assets</i>
Approved Index-Tracking Collective Investment Scheme				
<i>Hong Kong</i>				
Tracker Fund of Hong Kong	8,908,500.0000	212,467,725	231,550,658	99.77
Total investments		<u>212,467,725</u>	<u>231,550,658</u>	<u>99.77</u>

Note: Investments are accounted for on a trade date basis.

Investment report as at 31 March 2020 (continued)

Investment portfolio (continued)

BEA (MPF) RMB & HKD Money Market Fund

	Nominal value	Fair value HK\$	Cost HK\$	% of net assets
Short-term deposits				
<i>Hong Kong Dollars</i>				
Bank of East Asia, Limited (The) F/D 1.41% 16 June 2020	1,458,576	1,458,576	1,458,576	1.20
China CITIC Bank International Limited F/D 2.33% 07 April 2020	1,702,372	1,702,372	1,702,372	1.40
China CITIC Bank International Limited F/D 2.25% 12 May 2020	6,235,749	6,235,749	6,235,749	5.11
China CITIC Bank International Limited F/D 1.85% 08 December 2020	541,845	541,845	541,845	0.44
China CITIC Bank International Limited F/D 1.85% 08 December 2020	1,045,346	1,045,346	1,045,346	0.86
China CITIC Bank International Limited F/D 1.85% 08 December 2020	960,470	960,470	960,470	0.79
China Construction Bank Corporation F/D 1.07% 16 June 2020	2,287,561	2,287,561	2,287,561	1.88
China Everbright Bank Co., Ltd F/D 2.70% 30 June 2020	775,173	775,173	775,173	0.64
China Everbright Bank Co., Ltd F/D 2.70% 30 June 2020	660,663	660,663	660,663	0.54
China Everbright Bank Co., Ltd F/D 2.70% 30 June 2020	1,780,131	1,780,131	1,780,131	1.46
China Everbright Bank Co., Ltd F/D 2.70% 30 June 2020	1,574,765	1,574,765	1,574,765	1.29
China Everbright Bank Co., Ltd F/D 2.70% 30 June 2020	673,331	673,331	673,331	0.55
Chong Hing Bank Limited F/D 2.35% 07 April 2020	673,923	673,923	673,923	0.55
Chong Hing Bank Limited F/D 2.45% 05 May 2020	1,395,300	1,395,300	1,395,300	1.14
Chong Hing Bank Limited F/D 2.50% 05 May 2020	399,313	399,313	399,313	0.33
Chong Hing Bank Limited F/D 2.50% 05 May 2020	1,047,866	1,047,866	1,047,866	0.86
Chong Hing Bank Limited F/D 2.50% 05 May 2020	4,025,238	4,025,238	4,025,238	3.30
Chong Hing Bank Limited F/D 2.45% 12 May 2020	1,947,007	1,947,007	1,947,007	1.60
Chong Hing Bank Limited F/D 2.45% 12 May 2020	557,218	557,218	557,218	0.46
Chong Hing Bank Limited F/D 2.45% 12 May 2020	868,623	868,623	868,623	0.71
CMB Wing Lung Bank Limited F/D 2.35% 05 May 2020	1,569,341	1,569,341	1,569,341	1.29
CMB Wing Lung Bank Limited F/D 2.35% 05 May 2020	1,206,856	1,206,856	1,206,856	0.99
DBS Bank (Hong Kong) Limited F/D 2.21% 14 April 2020	1,909,558	1,909,558	1,909,558	1.57
DBS Bank (Hong Kong) Limited F/D 2.17% 12 May 2020	2,469,992	2,469,992	2,469,992	2.03

Investment report as at 31 March 2020 (continued)

Investment portfolio (continued)

BEA (MPF) RMB & HKD Money Market Fund (continued)

	Nominal value	Fair value HK\$	Cost HK\$	% of net assets
Short-term deposits (continued)				
<i>Hong Kong Dollars (continued)</i>				
DBS Bank (Hong Kong) Limited F/D 1.21% 16 June 2020	937,475	937,475	937,475	0.77
DBS Bank (Hong Kong) Limited F/D 1.21% 16 June 2020	2,632,590	2,632,590	2,632,590	2.16
DBS Bank (Hong Kong) Limited F/D 2.00% 18 August 2020	2,899,970	2,899,970	2,899,970	2.38
Fubon Bank (Hong Kong) Limited F/D 2.15% 08 December 2020	2,090,190	2,090,190	2,090,190	1.71
OCBC Wing Hang Bank Limited F/D 2.30% 07 April 2020	1,412,398	1,412,398	1,412,398	1.16
OCBC Wing Hang Bank Limited F/D 2.36% 05 May 2020	692,808	692,808	692,808	0.57
Sumitomo Mitsui Banking Corporation F/D 2.31% 14 April 2020	819,009	819,009	819,009	0.67
Sumitomo Mitsui Banking Corporation F/D 2.31% 14 April 2020	1,761,974	1,761,974	1,761,974	1.44
Sumitomo Mitsui Banking Corporation F/D 2.27% 05 May 2020	2,335,650	2,335,650	2,335,650	1.91
Sumitomo Mitsui Banking Corporation F/D 2.20% 12 May 2020	1,343,543	1,343,543	1,343,543	1.10
Sumitomo Mitsui Banking Corporation F/D 2.20% 12 May 2020	1,153,112	1,153,112	1,153,112	0.95
Sumitomo Mitsui Banking Corporation F/D 1.39% 23 June 2020	676,118	676,118	676,118	0.55

Investment report as at 31 March 2020 (continued)

Investment portfolio (continued)

BEA (MPF) RMB & HKD Money Market Fund (continued)

	Nominal value	Fair value HK\$	Cost HK\$	% of net assets
Short-term deposits (continued)				
<i>Renminbi</i>				
China Construction Bank Corporation F/D 2.09% 16 June 2020	2,775,620	3,035,140	3,105,086	2.49
China Construction Bank Corporation F/D 2.09% 16 June 2020	2,385,305	2,608,331	2,668,441	2.14
China Construction Bank Corporation F/D 2.19% 23 June 2020	571,243	624,654	634,079	0.51
China Construction Bank Corporation F/D 2.19% 23 June 2020	608,450	665,340	675,379	0.55
China Construction Bank Corporation F/D 2.26% 15 September 2020	1,505,702	1,646,486	1,684,429	1.35
China Everbright Bank Co., Ltd F/D 2.45% 16 June 2020	1,952,053	2,134,569	2,183,761	1.75
China Everbright Bank Co., Ltd F/D 2.65% 08 September 2020	2,717,405	2,971,482	3,038,330	2.44
CMB Wing Lung Bank Limited F/D 2.94% 12 May 2020	1,178,036	1,288,183	1,308,975	1.06
CMB Wing Lung Bank Limited F/D 2.94% 12 May 2020	2,166,326	2,368,877	2,407,113	1.94
CMB Wing Lung Bank Limited F/D 2.94% 12 May 2020	1,126,528	1,231,859	1,251,742	1.01
CMB Wing Lung Bank Limited F/D 2.94% 12 May 2020	2,816,911	3,080,292	3,130,011	2.53
Dah Sing Bank Limited F/D 2.25% 16 June 2020	4,121,331	4,506,675	4,610,533	3.70
Dah Sing Bank Limited F/D 2.40% 30 June 2020	1,976,462	2,161,261	2,150,490	1.77
Fubon Bank (Hong Kong) Limited F/D 2.20% 16 June 2020	1,706,439	1,865,991	1,908,993	1.53
Fubon Bank (Hong Kong) Limited F/D 2.70% 08 September 2020	2,473,912	2,705,223	2,766,081	2.22
Fubon Bank (Hong Kong) Limited F/D 2.70% 08 September 2020	1,670,381	1,826,561	1,867,652	1.50
Fubon Bank (Hong Kong) Limited F/D 2.30% 15 September 2020	1,739,714	1,902,378	1,946,218	1.56
ICBC (Asia) Limited F/D 2.50% 19 May 2020	1,959,655	2,142,883	2,179,627	1.76
ICBC (Asia) Limited F/D 2.50% 19 May 2020	3,537,106	3,867,826	3,934,147	3.17
ICBC (Asia) Limited F/D 2.30% 23 June 2020	1,077,874	1,178,655	1,196,440	0.97

Investment report as at 31 March 2020 (continued)

Investment portfolio (continued)

BEA (MPF) RMB & HKD Money Market Fund (continued)

	Nominal value	Fair value HK\$	Cost HK\$	% of net assets
Short-term deposits (continued)				
<i>Renminbi (continued)</i>				
ICBC (Asia) Limited F/D 2.30% 23 June 2020	860,141	940,564	954,756	0.77
ICBC (Asia) Limited F/D 2.30% 23 June 2020	1,750,099	1,913,733	1,942,610	1.57
ICBC (Asia) Limited F/D 2.30% 23 June 2020	1,067,741	1,167,575	1,185,193	0.96
MUFG Bank, Ltd. F/D 2.62% 12 May 2020	529,214	578,695	588,036	0.47
MUFG Bank, Ltd. F/D 2.34% 08 September 2020	805,052	880,325	900,129	0.72
OCBC Wing Hang Bank Limited F/D 2.09% 09 June 2020	1,594,642	1,743,741	1,783,926	1.43
OCBC Wing Hang Bank Limited F/D 2.09% 09 June 2020	1,809,789	1,979,004	2,024,611	1.62
OCBC Wing Hang Bank Limited F/D 2.52% 25 August 2020	1,028,855	1,125,053	1,141,309	0.92
OCBC Wing Hang Bank Limited F/D 2.52% 25 August 2020	748,075	818,020	829,839	0.67
OCBC Wing Hang Bank Limited F/D 2.26% 15 September 2020	1,501,087	1,641,438	1,679,266	1.35
OCBC Wing Hang Bank Limited F/D 2.26% 15 September 2020	682,519	746,335	763,534	0.61
Sumitomo Mitsui Banking Corporation F/D 2.30% 08 September 2020	829,889	907,484	927,899	0.74
Total investments		<u>114,775,687</u>	<u>115,889,689</u>	<u>94.14</u>

Note: Investments are accounted for on a trade date basis.

Investment report as at 31 March 2020 (continued)

Investment portfolio (continued)

BEA (MPF) Age 65 Plus Fund

	<i>Holding units</i>	<i>Fair value HK\$</i>	<i>Cost HK\$</i>	<i>% of net assets</i>
Approved Pooled Investment Fund				
<i>Established in Hong Kong</i>				
BEA Union Investment Age 65 Plus Fund - Class I	886,637.0430	100,518,042	96,545,987	99.71
Total investments		<u>100,518,042</u>	<u>96,545,987</u>	<u>99.71</u>

Note: Investments are accounted for on a trade date basis.

Investment report as at 31 March 2020 (continued)

Investment portfolio (continued)

BEA (MPF) Core Accumulation Fund

	<i>Holding units</i>	<i>Fair value HK\$</i>	<i>Cost HK\$</i>	<i>% of net assets</i>
Approved Pooled Investment Fund				
<i>Established in Hong Kong</i>				
BEA Union Investment Core Accumulation Fund - Class I	2,135,854.0030	236,204,094	241,580,699	100.03
Total investment		<u>236,204,094</u>	<u>241,580,699</u>	<u>100.03</u>

Note: Investments are accounted for on a trade date basis.

Investment report for the year ended 31 March 2020 (continued)

Statement of movements in investment portfolio

BEA (MPF) Conservative Fund

	<i>% of net assets</i>	
	<i>As at</i>	<i>As at</i>
	<i>31 March 2020</i>	<i>31 March 2019</i>
Short-term deposits		
Hong Kong Dollar	<u>94.56</u>	<u>94.48</u>

Investment report for the year ended 31 March 2020 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Growth Fund

	<i>Portfolio holdings</i>			<i>As at 31 March 2020 units</i>
	<i>As at 31 March 2019 units</i>	<i>Additions units</i>	<i>Disposals units</i>	
Approved Pooled Investment Funds				
BEA Union Investment Asia Pacific Investment Grade Bond Fund - Class A	1,052,941.2270	-	-	1,052,941.2270
BEA Union Investment Asia Strategic Growth Fund - Class A	911,020.7860	131,578.9980	29,379.9020	1,013,219.8820
BEA Union Investment Global Bond Fund - Class A	4,377,127.0260	1,655,292.9680	1,456,777.8110	4,575,642.1830
BEA Union Investment Global Equity Fund - Class A	735,776.7880	-	96,800.3960	638,976.3920
BEA Union Investment Greater China Growth Fund - Class A	237,952.0950	-	39,456.9810	198,495.1140
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund - Class A	114,521.5710	-	-	114,521.5710
BEA Union Investment Hong Kong Growth Fund - Class A	1,329,231.6880	685,592.4470	366,300.8730	1,648,523.2620
BEA Union Investment Money Market Fund - Class A	974,419.8520	-	401,225.0170	573,194.8350
PineBridge Fund Series - PineBridge India Equity Fund – Provident Fund Units	445,903.2534	-	89,796.9248	356,106.3286
Schroder Institutional Pooled Funds - European Equity Fund - Class B	3,365,904.4350	-	352,120.3703	3,013,784.0647

Investment report for the year ended 31 March 2020 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Growth Fund (continued)

Approved Index-Tracking Collective Investment Schemes	Portfolio holdings			
	As at 31 March 2019 units	Additions units	Disposals units	As at 31 March 2020 units
iShares Europe ETF	280,995.0000	392,739.0000	403,274.0000	270,460.0000
iShares Global Energy ETF	-	216,707.0000	194,998.0000	21,709.0000
iShares MSCI Australia ETF	501,887.0000	-	100,094.0000	401,793.0000
iShares MSCI Japan ETF	298,453.0000	643,399.0000	272,417.0000	669,435.0000
SPDR S&P 500 ETF Trust	196,678.0000	106,997.0000	102,859.0000	200,816.0000
Tracker Fund of Hong Kong	9,733,500.0000	19,047,500.0000	24,853,500.0000	3,927,500.0000
Vanguard FTSE Developed Europe UCITS ETF	810,292.0000	139,251.0000	154,598.0000	794,945.0000

Investment report for the year ended 31 March 2020 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Balanced Fund

	<i>Portfolio holdings</i>			<i>As at 31 March 2020 units</i>
	<i>As at 31 March 2019 units</i>	<i>Additions units</i>	<i>Disposals units</i>	
Approved Pooled Investment Funds				
BEA Union Investment Asia Pacific Investment Grade Bond Fund - Class A	949,537.6290	-	-	949,537.6290
BEA Union Investment Asia Strategic Growth Fund - Class A	346,855.4540	67,948.6620	-	414,804.1160
BEA Union Investment Global Bond Fund - Class A	4,808,400.4870	873,951.8980	926,309.7240	4,756,042.6610
BEA Union Investment Global Equity Fund - Class A	266,641.2310	-	37,799.5360	228,841.6950
BEA Union Investment Greater China Growth Fund - Class A	87,872.9810	-	-	87,872.9810
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund - Class A	111,371.3980	-	-	111,371.3980
BEA Union Investment Hong Kong Growth Fund - Class A	519,631.6840	175,006.6770	114,465.6090	580,172.7520
BEA Union Investment Money Market Fund - Class A	513,087.4690	-	214,478.2280	298,609.2410
PineBridge Fund Series - PineBridge India Equity Fund – Provident Fund Units	169,167.4401	-	45,441.6584	123,725.7817
Schroder Institutional Pooled Funds - European Equity Fund - Class B	1,243,413.0798	-	121,615.0386	1,121,798.0412

Investment report for the year ended 31 March 2020 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Balanced Fund (continued)

	<i>Portfolio holdings</i>			<i>As at 31 March 2020 units</i>
	<i>As at 31 March 2019 units</i>	<i>Additions units</i>	<i>Disposals units</i>	
Approved Index-Tracking Collective Investment Schemes				
iShares Europe ETF	94,120.0000	217,784.0000	213,620.0000	98,284.0000
iShares Global Energy ETF	-	113,189.0000	100,997.0000	12,192.0000
iShares MSCI Australia ETF	196,918.0000	-	52,019.0000	144,899.0000
iShares MSCI Japan ETF	108,743.0000	290,279.0000	146,082.0000	252,940.0000
SPDR S&P 500 ETF Trust	74,609.0000	58,613.0000	51,889.0000	81,333.0000
Tracker Fund of Hong Kong	3,653,500.0000	8,515,500.0000	10,046,000.0000	2,123,000.0000
Vanguard FTSE Developed Europe UCITS ETF	263,319.0000	87,023.0000	82,470.0000	267,872.0000

Investment report for the year ended 31 March 2020 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Stable Fund

	<i>Portfolio holdings</i>			<i>As at 31 March 2020 units</i>
	<i>As at 31 March 2019 units</i>	<i>Additions units</i>	<i>Disposals units</i>	
Approved Pooled Investment Funds				
BEA Union Investment Asia Pacific Investment Grade Bond Fund - Class A	937,094.1160	-	-	937,094.1160
BEA Union Investment Asia Strategic Growth Fund - Class A	217,483.1600	70,741.7770	-	288,224.9370
BEA Union Investment Global Bond Fund - Class A	7,405,780.1190	1,126,681.5980	1,068,035.6220	7,464,426.0950
BEA Union Investment Global Equity Fund - Class A	176,875.1300	-	-	176,875.1300
BEA Union Investment Greater China Growth Fund - Class A	56,057.6990	-	-	56,057.6990
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund - Class A	74,786.8810	-	-	74,786.8810
BEA Union Investment Hong Kong Growth Fund - Class A	405,475.1010	137,678.8560	208,614.9880	334,538.9690
BEA Union Investment Money Market Fund - Class A	1,263,882.5630	-	310,905.0840	952,977.4790
PineBridge Fund Series - PineBridge India Equity Fund - Provident Fund Units	111,504.2764	-	46,338.1905	65,166.0859
Schroder Institutional Pooled Funds - European Equity Fund - Class B	444,642.6286	-	-	444,642.6286

Investment report for the year ended 31 March 2020 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Stable Fund (continued)

Approved Index-Tracking Collective Investment Schemes	Portfolio holdings			
	As at 31 March 2019 units	Additions units	Disposals units	As at 31 March 2020 units
iShares Europe ETF	71,060.0000	224,249.0000	231,278.0000	64,031.0000
iShares Global Energy ETF	-	119,088.0000	105,390.0000	13,698.0000
iShares MSCI Australia ETF	129,702.0000	-	54,462.0000	75,240.0000
iShares MSCI Japan ETF	66,225.0000	250,087.0000	159,851.0000	156,461.0000
SPDR S&P 500 ETF Trust	47,450.0000	66,612.0000	57,552.0000	56,510.0000
Tracker Fund of Hong Kong	1,869,000.0000	9,959,500.0000	9,486,000.0000	2,342,500.0000
Vanguard FTSE Developed Europe UCITS ETF	134,980.0000	95,216.0000	85,514.0000	144,682.0000

Investment report for the year ended 31 March 2020 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Long Term Guaranteed Fund

	<i>Portfolio holdings</i>			
	<i>As at 31 March 2019 units</i>	<i>Additions units</i>	<i>Disposals units</i>	<i>As at 31 March 2020 units</i>
Approved Pooled Investment Fund				
Principal Long Term Guaranteed Fund	32,863,379.0011	1,923,291.2928	3,212,250.9794	31,574,419.3145

Investment report for the year ended 31 March 2020 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Asian Equity Fund

	<i>Portfolio holdings</i>			<i>As at 31 March 2020 units</i>
	<i>As at 31 March 2019 units</i>	<i>Additions units</i>	<i>Disposals units</i>	
Approved Pooled Investment Funds				
BEA Union Investment Asia Strategic Growth Fund - Class A	2,043,664.6830	-	77,635.3690	1,966,029.3140
PineBridge Fund Series - PineBridge India Equity Fund - Provident Fund Units	742,078.5875	-	36,215.1413	705,863.4462
Approved Index-Tracking Collective Investment Scheme				
iShares MSCI AC Far East ex-Japan UCITS ETF USD (Dist)	26,562.0000	31,747.0000	15,917.0000	42,392.0000

Investment report for the year ended 31 March 2020 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Hong Kong Equity Fund

	<i>Portfolio holdings</i>			<i>As at 31 March 2020 units</i>
	<i>As at 31 March 2019 units</i>	<i>Additions units</i>	<i>Disposals units</i>	
Approved Pooled Investment Fund				
BEA Union Investment Hong Kong Growth Fund - Class A	2,083,535.2070	308,389.1170	20,383.5450	2,371,540.7790
Approved Index-Tracking Collective Investment Scheme				
Tracker Fund of Hong Kong	<u>5,855,500.0000</u>	<u>560,500.0000</u>	<u>2,783,000.0000</u>	<u>3,633,000.0000</u>

Investment report for the year ended 31 March 2020 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Global Bond Fund

	<i>Portfolio holdings</i>			<i>As at 31 March 2020 units</i>
	<i>As at 31 March 2019 units</i>	<i>Additions units</i>	<i>Disposals units</i>	
Approved Pooled Investment Funds				
BEA Union Investment Global Bond Fund - Class A	1,864,191.4000	359,741.2710	80,022.7090	2,143,909.9620
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund - Class A	234,860.7170	42,650.8860	9,986.5050	267,525.0980

Investment report for the year ended 31 March 2020 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Greater China Equity Fund

	<i>Portfolio holdings</i>			<i>As at 31 March 2020 units</i>
	<i>As at 31 March 2019 units</i>	<i>Additions units</i>	<i>Disposals units</i>	
Approved Pooled Investment Funds				
BEA Union Investment Greater China Growth Fund - Class A	4,102,120.5700	17,521.5990	218,253.6840	3,901,388.4850
BEA Union Investment Hong Kong Growth Fund - Class A	<u>377,934.9870</u>	<u>144,255.8120</u>	<u>102,281.2430</u>	<u>419,909.5560</u>

Investment report for the year ended 31 March 2020 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Japan Equity Fund

	<i>Portfolio holdings</i>			<i>As at 31 March 2020 units</i>
	<i>As at 31 March 2019 units</i>	<i>Additions units</i>	<i>Disposals units</i>	
Approved Pooled Investment Fund				
Fidelity Global Investment Fund - Japanese Equity Fund - Class B	781,685.8970	24,713.6690	294,513.3510	511,886.2150
Approved Index-Tracking Collective Investment Scheme				
iShares MSCI Japan ETF	147,427.0000	28,788.0000	24,771.0000	151,444.0000

Investment report for the year ended 31 March 2020 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) European Equity Fund

	<i>Portfolio holdings</i>			<i>As at 31 March 2020 units</i>
	<i>As at 31 March 2019 units</i>	<i>Additions units</i>	<i>Disposals units</i>	
Approved Pooled Investment Fund				
Schroder Institutional Pooled Funds - European Equity Fund - Class B	1,290,918.1860	-	97,509.7165	1,193,408.4695
Approved Index-Tracking Collective Investment Schemes				
Vanguard FTSE Developed Europe UCITS ETF	114,921.0000	28,441.0000	-	143,362.0000
iShares Europe ETF	35,185.0000	11,572.0000	-	46,757.0000

Investment report for the year ended 31 March 2020 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Global Equity Fund

	<i>Portfolio holdings</i>			
	<i>As at 31 March 2019 units</i>	<i>Additions units</i>	<i>Disposals units</i>	<i>As at 31 March 2020 units</i>
Approved Pooled Investment Funds				
BEA Union Investment Global Equity Fund - Class A	1,059,119.9880	150,616.6310	-	1,209,736.6190
BEA Union Investment Hong Kong Growth Fund - Class A	3,642.3440	-	-	3,642.3440
Approved Index-Tracking Collective Investment Schemes				
iShares Europe ETF	10,823.0000	8,458.0000	-	19,281.0000
iShares MSCI Australia ETF	5,029.0000	2,496.0000	-	7,525.0000
iShares MSCI Japan ETF	4,495.0000	3,653.0000	-	8,148.0000
SPDR S&P 500 ETF Trust	8,733.0000	197.00	-	8,930.0000
Vanguard FTSE Developed Europe UCITS ETF	16,675.0000	-	-	16,675.0000

Investment report for the year ended 31 March 2020 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) North American Equity Fund

	<i>Portfolio holdings</i>			<i>As at 31 March 2020 units</i>
	<i>As at 31 March 2019 units</i>	<i>Additions units</i>	<i>Disposals units</i>	
Approved Index-Tracking Collective Investment Schemes				
iShares Core S&P 500 ETF	30,384.0000	19,387.0000	545.0000	49,226.0000
SPDR S&P 500 ETF Trust	47,567.0000	26,990.0000	1,609.0000	72,948.0000

Investment report for the year ended 31 March 2020 (continued)

Statement of movements in investment portfolio (continued)

BEA China Tracker Fund

	<i>Portfolio holdings</i>			<i>As at 31 March 2020 units</i>
	<i>As at 31 March 2019 units</i>	<i>Additions units</i>	<i>Disposals units</i>	
Approved Index-Tracking Collective Investment Scheme				
Hang Seng China Enterprises Index ETF	1,241,000.0000	277,800.0000	210,000.0000	1,308,800.0000

Investment report for the year ended 31 March 2020 (continued)

Statement of movements in investment portfolio (continued)

BEA Hong Kong Tracker Fund

	<i>Portfolio holdings</i>			<i>As at 31 March 2020 units</i>
	<i>As at 31 March 2019 units</i>	<i>Additions units</i>	<i>Disposals units</i>	
Approved Index-Tracking Collective Investment Scheme				
Tracker Fund of Hong Kong	<u>7,010,000.0000</u>	<u>3,157,500.0000</u>	<u>1,259,000.0000</u>	<u>8,908,500.0000</u>

Investment report for the year ended 31 March 2020 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) RMB & HKD Money Market Fund

	% of net assets	
	As at 31 March 2020	As at 31 March 2019
Short-term deposits		
Hong Kong Dollar	46.36	34.34
Renminbi	47.78	57.75
	<u>94.14</u>	<u>92.09</u>

Investment report for the year ended 31 March 2020 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Age 65 Plus Fund

	<i>Portfolio holdings</i>			<i>As at 31 March 2020 units</i>
	<i>As at 31 March 2019 units</i>	<i>Additions units</i>	<i>Disposals units</i>	
Approved Pooled Investment Fund				
BEA Union Investment Age 65 Plus Fund - Class I	572,379.4660	409,463.5530	95,205.9760	886,637.0430

Investment report for the year ended 31 March 2020 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Core Accumulation Fund

	<i>Portfolio holdings</i>			
	<i>As at 31 March 2019 units</i>	<i>Additions units</i>	<i>Disposals units</i>	<i>As at 31 March 2020 units</i>
Approved Pooled Investment Fund				
BEA Union Investment Core Accumulation Fund - Class I	1,314,039.3160	894,719.3880	72,904.7010	2,135,854.0030

Independent auditor's report to the Trustee of BEA (MPF) Master Trust Scheme (the "Scheme")

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the Scheme set out on pages 94 to 157, which comprise the statement of net assets available for benefits of the Scheme and the statement of assets and liabilities of each of its constituent funds as at 31 March 2020, and the statement of changes in net assets available for benefits and the cash flow statement of the Scheme, and the statement of comprehensive income and the statement of changes in net assets attributable to members of each of its constituent funds for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements give a true and fair view of the financial position of the Scheme as at 31 March 2020, and of its financial transactions and cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA").

Basis for Opinion

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSAs") and with reference to Practice Note 860.1 (Revised), *The Audit of Retirement Schemes* issued by the HKICPA. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Scheme in accordance with the HKICPA's *Code of Ethics for Professional Accountants* (the "Code") and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information Other than the Financial Statements and Auditor's Report Thereon

The Investment Manager and the Trustee of the Scheme are responsible for the other information. The other information comprises all the information included in the annual report, other than the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Independent auditor's report to the Trustee of BEA (MPF) Master Trust Scheme (the "Scheme") (continued)

Report on the Audit of the Financial Statements (continued)

Responsibilities of Investment Manager and Trustee for the Financial Statements

The Investment Manager and the Trustee of the Scheme are responsible for the preparation of the financial statements that give a true and fair view in accordance with HKFRSs issued by the HKICPA and for such internal control as the Investment Manager and the Trustee of the Scheme determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Investment Manager and the Trustee of the Scheme are responsible for assessing the Scheme's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Investment Manager and the Trustee either intend to liquidate the Scheme or to cease operations, or have no realistic alternative but to do so.

In addition, the Investment Manager and the Trustee are required to ensure that the financial statements have been properly prepared in accordance with sections 80, 81, 83 and 84 of the Mandatory Provident Fund Schemes (General) Regulation ("General Regulation").

Those charged with governance are responsible for overseeing the Scheme's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. This report is made solely to you, in accordance with section 102 of the General Regulation, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSAAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. In addition, we are required to assess whether the financial statements of the Scheme have been properly prepared, in all material respects, in accordance with sections 80, 81, 83 and 84 of the General Regulation.

Independent auditor's report to the Trustee of BEA (MPF) Master Trust Scheme (the "Scheme") (continued)

Report on the Audit of the Financial Statements (continued)

Auditor's Responsibilities for the Audit of the Financial Statements (continued)

As part of an audit in accordance with HKSAAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the Scheme's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Investment Manager and the Trustee of the Scheme.
- Conclude on the appropriateness of the Investment Manager's and the Trustee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Scheme's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Scheme to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Investment Manager and the Trustee of the Scheme regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Independent auditor's report to the Trustee of
BEA (MPF) Master Trust Scheme (the "Scheme")
(continued)

**Report on matters under the Mandatory Provident Fund Schemes (General)
Regulation**

- a. In our opinion, the financial statements have been properly prepared, in all material respects, in accordance with sections 80, 81, 83 and 84 of the General Regulation.
- b. We have obtained all the information and explanations which, to the best of our knowledge and belief, are necessary for the purpose of our audit.

Certified Public Accountants

8th Floor, Prince's Building
10 Chater Road
Central, Hong Kong

14 September 2020

Independent auditor's assurance report

To the Trustee of BEA (MPF) Master Trust Scheme (the "Scheme")

We have audited the financial statements of the Scheme for the year ended 31 March 2020 in accordance with Hong Kong Standards on Auditing and with reference to Practice Note 860.1 (Revised), *The Audit of Retirement Schemes* ("PN 860.1 (Revised)") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"), and have issued an unqualified auditor's report thereon dated 14 September 2020.

Pursuant to section 102 of the Mandatory Provident Fund Schemes (General) Regulation ("General Regulation"), we are required to report whether the Scheme complied with certain requirements of the Mandatory Provident Fund Schemes Ordinance ("MPFSO") and the General Regulation.

Trustee's responsibility

The General Regulation requires the Trustee to ensure that:

- a. proper accounting and other records are kept in respect of the constituent funds of the Scheme, the Scheme assets and all financial transactions entered into in relation to the Scheme;
- b. the requirements specified in the guidelines made by the Mandatory Provident Fund Schemes Authority ("MPFA") under section 28 of the MPFSO with respect to forbidden investment practices and the requirements of sections 37(2), 51 and 52 and Part X of, and Schedule 1 to, the General Regulation are complied with;
- c. the requirements under sections 34DB(1)(a), (b), (c) and (d), 34DC(1), 34DD(1) and (4) of the MPFSO are complied with; and
- d. the Scheme assets are not subject to any encumbrance, otherwise than as permitted by the General Regulation.

Our independence and quality control

We have complied with the independence and other ethical requirements of the *Code of Ethics for Professional Accountants* issued by the HKICPA, which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behavior.

The firm applies Hong Kong Standard on Quality Control 1 and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Independent auditor's assurance report (continued)

Auditor's responsibility

Our responsibility is to report solely to you, on the Scheme's compliance with the above requirements based on the results of the procedures performed by us, in accordance with section 102 of the General Regulation, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

We conducted our engagement in accordance with Hong Kong Standard on Assurance Engagements 3000 (Revised), *Assurance Engagements Other Than Audits or Reviews of Historical Financial Information* and with reference to PN 860.1 (Revised) issued by the HKICPA. We have planned and performed our work to obtain reasonable assurance on whether the Scheme has complied with the above requirements.

We have planned and performed such procedures as we considered necessary with reference to the procedures recommended on PN 860.1 (Revised), which included reviewing, on a test basis, evidence obtained from the Trustee regarding the Scheme's compliance with the above requirements.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

Based on the foregoing:

1. In our opinion:
 - a. proper accounting and other records have been kept during the year ended 31 March 2020 in respect of the constituent funds of the Scheme, the Scheme assets and all financial transactions entered into in relation to the Scheme; and
 - b. the requirements specified in the guidelines made by the MPFA under section 28 of the MPFSO with respect to forbidden investment practices and the requirements of sections 37(2), 51 and 52 and Part X of, and Schedule 1 to, the General Regulation have been complied with, in all material respects, as at 31 July 2019, 31 December 2019 and 31 March 2020; and
 - c. the requirements specified in the MPFSO under section 34DB(1)(a), (b), (c) and (d), 34DC(1) and 34DD(1) and (4)(a) with respect to the investment of accrued benefits and control of payment for services relating to BEA (MPF) Age 65 Plus Fund and BEA (MPF) Core Accumulation Fund have been complied with, in all material respects, as at 31 July 2019, 31 December 2019 and 31 March 2020; and



Independent auditor's assurance report (continued)

Opinion (continued)

Based on the foregoing: (continued)

1. In our opinion: (continued)
 - d. the requirements specified in section 34DD(4)(b) of the MPFSO with respect to the controls of out-of-pocket expenses of the BEA (MPF) Age 65 Plus Fund and BEA (MPF) Core Accumulation Fund have been complied with, in all material respects, as at 31 March 2020.
2. As at 31 March 2020, the Scheme assets were not subject to any encumbrance, otherwise than as permitted by the General Regulation.

Other Matter

The requirements specified in the MPFSO under sections 34DI(1) and (2) and 34DK(2) with respect to the transfer of accrued benefits to an account and specified notice, and 34DJ(2), (3), (4) and (5) with respect to locating scheme members relating to BEA (MPF) Age 65 Plus Fund and BEA (MPF) Core Accumulation Fund are not applicable to the Trustee during the year ended 31 March 2020 as the Trustee has completed the relevant transitional provisions and the default investment arrangement of the Scheme prior to 1 April 2017 were not guaranteed funds. Accordingly, there is no reporting on these sections

Intended users and purpose

This report is intended solely for submission by the Trustee to the MPFA pursuant to section 102 of the General Regulation, and is not intended to be, and should not be, used by anyone for any other purposes.

Certified Public Accountants

8th Floor, Prince's Building
10 Chater Road
Central, Hong Kong

14 September 2020

Statement of changes in net assets available for benefits - Master Trust Scheme for the year ended 31 March 2020

	Note	2020 HK\$	2019 HK\$
Income			
Net loss on investments in constituent funds	9	(859,897,402)	(365,310,701)
Interest on bank deposits	10(d)	1,856,622	1,859,389
Total investment loss		<u>(858,040,780)</u>	<u>(363,451,312)</u>
Expenses			
Administrative and other expenses		1,916,510	1,872,432
Total operating expenses		<u>1,916,510</u>	<u>1,872,432</u>
Net loss		<u>(859,957,290)</u>	<u>(365,323,744)</u>
Contributions received and receivable	12		
From employers			
– Mandatory		515,937,372	510,151,181
– Additional voluntary		281,873,101	258,352,396
From members			
– Mandatory		501,232,770	496,057,499
– Additional voluntary		40,641,116	29,128,690
		<u>1,339,684,359</u>	<u>1,293,689,766</u>
Contribution surcharge		<u>504,166</u>	<u>722,360</u>
Transfers in			
Group transfers in from other schemes		45,620,031	58,458,295
Individual transfers in from other schemes		129,279,984	135,859,704
		<u>174,900,015</u>	<u>194,317,999</u>

Statement of changes in net assets available for benefits - Master Trust Scheme for the year ended 31 March 2020 (continued)

	Note	2020 HK\$	2019 HK\$
Benefits paid and payable	13		
Retirement		205,408,340	173,242,301
Early retirement		64,640,126	52,922,520
Terminal illness		534,586	919,831
Death		12,534,062	21,240,033
Permanent departure		50,964,658	59,006,705
Total incapacity		3,866,202	1,406,019
Small balance		3,916	16,895
Refund of contributions to leavers or employers		71,028,304	86,654,071
		<u>408,980,194</u>	<u>395,408,375</u>
Transfers out			
Group transfers out to other schemes		126,960,790	174,458,319
Individual transfers out to other schemes		660,273,094	793,388,685
		<u>787,233,884</u>	<u>967,847,004</u>
Forfeitures		<u>13,895,226</u>	<u>19,131,523</u>
Long service payments and severance payments		<u>86,744,066</u>	<u>76,257,327</u>
Fees and expenses deduction for conservative fund		<u>12,002,246</u>	<u>11,406,723</u>
Changes in net assets available for benefits attributable to members		(653,724,366)	(346,644,571)
Net assets available for benefits attributable to members at the beginning of the year		<u>13,918,220,529</u>	<u>14,264,865,100</u>
Net assets available for benefits attributable to members at the end of the year		<u>13,264,496,163</u>	<u>13,918,220,529</u>

The notes on pages 106 to 157 form part of these financial statements.

Statement of net assets available for benefits - Master Trust Scheme as at 31 March 2020

	Note	2020 HK\$	2019 HK\$
Assets			
Investments	7	13,227,106,928	13,890,816,708
Contributions receivables			
– from employers		40,643,978	39,127,856
– from members		31,476,481	31,119,619
– from other schemes		421,776	164,848
Interest receivables		154,061	162,519
Other receivables		156,314	283,536
Bank balances	8, 10(d)	12,613,831	12,525,263
Total assets		<u>13,312,573,369</u>	<u>13,974,200,349</u>
Liabilities			
Benefits payables	8	44,433,869	53,051,874
Forfeitures payable		1,543,430	1,391,318
Accruals and other payables		2,099,907	1,536,628
Total liabilities (excluding net assets available for benefits attributable to members)		<u>48,077,206</u>	<u>55,979,820</u>
Net assets available for benefits attributable to members		<u>13,264,496,163</u>	<u>13,918,220,529</u>

Approved and authorised for issue by the Trustee on 14 September 2020.




)
)
) For and on behalf of
) Bank of East Asia (Trustees) Limited
) 東亞銀行 (信託) 有限公司
)
)

The notes on pages 106 to 157 form part of these financial statements.

Cash flow statement - Master Trust Scheme for the year ended 31 March 2020

	2020 HK\$	2019 HK\$
Cash flows from operating activities		
Net loss	(859,957,290)	(365,323,744)
Adjustments for:		
Net loss on investments in constituent funds	859,897,402	365,310,701
Interest on bank deposits	(1,856,622)	(1,859,389)
Fees and expenses deduction for conservative fund	(12,002,246)	(11,406,723)
	(13,918,756)	(13,279,155)
Payments on purchase of investments	(2,532,260,114)	(2,305,893,087)
Proceeds from sale of investments	2,336,072,492	2,306,552,121
Decrease in other receivables	127,222	3,735,370
Increase in accruals and other payables	563,279	61,623
Interest received on bank deposits	1,865,080	1,846,801
Net cash used in operating activities	(207,550,797)	(6,976,327)
Cash flows from financing activities		
Contributions and transfers in received	1,512,958,628	1,486,638,313
Benefits paid, transfers out, long service payments and severance payments	(1,291,576,149)	(1,463,241,181)
Forfeitures paid	(13,743,114)	(19,707,861)
Net cash generated from financing activities	207,639,365	3,689,271
Net increase/(decrease) in cash and cash equivalents	88,568	(3,287,056)
Cash and cash equivalents at the beginning of the year	12,525,263	15,812,319
Cash and cash equivalents at the end of the year	12,613,831	12,525,263
Analysis of balance of cash and cash equivalents		
Bank balances	12,613,831	12,525,263

The notes on pages 106 to 157 form part of these financial statements.

Statement of comprehensive income - Constituent funds for the year ended 31 March 2020

		2020																	
	Note	BEA (MPF) Conservative Fund HK\$	BEA (MPF) Growth Fund HK\$	BEA (MPF) Balanced Fund HK\$	BEA (MPF) Stable Fund HK\$	BEA (MPF) Long Term Guaranteed Fund HK\$	BEA (MPF) Asian Equity Fund HK\$	BEA (MPF) Hong Kong Equity Fund HK\$	BEA (MPF) Global Bond Fund HK\$	BEA (MPF) Greater China Equity Fund HK\$	BEA (MPF) Japan Equity Fund HK\$	BEA (MPF) European Equity Fund HK\$	BEA (MPF) Global Equity Fund HK\$	BEA (MPF) North American Equity Fund HK\$	BEA China Tracker Fund HK\$	BEA Hong Kong Tracker Fund HK\$	BEA (MPF) RMB & HKD Money Market Fund HK\$	BEA (MPF) Age 65 Plus Fund HK\$	BEA (MPF) Core Accumulation Fund HK\$
Income																			
Net (loss)/gain on investments	9	-	(299,166,650)	(87,622,208)	(24,793,184)	4,961,112	(100,063,596)	(108,617,135)	13,649,319	(53,282,110)	(7,551,149)	(15,283,561)	(27,176,772)	(31,181,993)	(22,666,621)	(43,198,125)	-	2,030,969	(12,317,670)
Dividend income		-	43,089,249	16,476,344	11,178,781	-	150,675	3,733,905	-	-	1,444,352	1,552,602	808,307	4,810,773	3,572,300	7,100,670	-	-	-
Interest income	10(d)	55,768	215,083	91,898	141,866	971	4,997	4,374	6,734	7,272	2,630	1,981	4,820	6,123	307	620	10,486	209	470
Interest income from financial assets at fair value through profit or loss	10(e)	30,042,325	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,922,853	-	-
Exchange (loss)/gain		-	(262,752)	(246,330)	(394,830)	-	(50,001)	-	-	(3,457)	(285,237)	2,162,604	113,001	919,960	-	-	(5,021,968)	-	-
Other income		-	-	-	-	119	-	-	-	-	838	-	-	-	-	-	-	-	-
Total investment income/(loss)		30,098,093	(256,125,070)	(71,300,296)	(13,867,367)	4,962,202	(99,957,925)	(104,878,856)	13,656,053	(53,278,295)	(6,388,566)	(11,566,374)	(26,250,644)	(25,445,137)	(19,094,014)	(36,096,835)	(2,088,629)	2,031,178	(12,317,200)
Expenses																			
Sponsor's fees	10(a)	-	41,481,338	21,709,731	22,949,781	-	10,223,568	10,063,259	3,086,486	14,854,768	927,983	1,049,246	2,764,816	2,685,002	811,213	1,291,886	1,005,392	631,980	1,539,635
Investment management fees	10(b)	-	-	-	-	11,025,812	-	-	-	-	-	-	-	-	-	-	-	-	-
Professional indemnity insurance		-	103,275	53,872	56,361	-	25,293	24,657	8,483	36,011	-	-	-	-	-	-	-	1,903	4,377
Safe custody and bank charges	1,770	-	177,943	82,447	60,059	-	10,932	5,215	5,617	5,256	-	1,016	270	-	6,686	7,994	-	-	-
Auditor's remuneration		-	94,638	65,978	65,979	-	36,257	18,259	29,631	36,258	-	-	-	-	-	-	-	35,658	52,809
Legal and other professional fees		-	3,687	1,957	2,102	-	925	903	370	1,377	-	-	-	-	-	-	-	113	268
Printing and postage expenses		-	786,410	411,421	435,918	-	190,117	190,588	67,445	273,550	-	-	34,967	30,373	21,760	33,173	-	16,287	39,009
Fund price publication expenses		-	14,594	14,594	14,594	-	14,594	14,594	14,594	14,594	-	-	14,594	14,594	14,594	14,594	-	14,594	14,594
Transaction costs		-	1,366,576	637,147	668,447	-	14,682	164,753	-	-	9,201	8,383	1,642	18,159	89,043	203,212	-	-	-
Miscellaneous expenses		-	664,891	247,577	107,809	-	280,540	4,566	4,500	4,500	51,929	214,815	-	-	33,888	53,958	-	5,468	5,468
Total operating expenses		1,770	44,693,352	23,224,724	24,361,050	11,025,812	10,796,908	10,486,794	3,217,126	15,226,314	989,113	1,273,460	2,816,289	2,748,128	977,184	1,604,817	1,005,392	706,003	1,656,160
Profit/(loss) before taxation																			
		30,096,323	(300,818,422)	(94,525,020)	(38,228,417)	(6,063,610)	(110,754,833)	(115,365,650)	10,438,927	(68,504,609)	(7,377,679)	(12,839,834)	(29,066,933)	(28,193,265)	(20,071,198)	(37,701,652)	(3,094,021)	1,325,175	(13,973,360)
Overseas withholding tax	15	-	(7,648,781)	(3,059,213)	(2,262,704)	-	-	-	-	-	(433,305)	(134,513)	(197,576)	(1,443,232)	-	-	-	-	-
Changes in net assets attributable to members from operations																			
		30,096,323	(308,467,203)	(97,584,233)	(40,491,121)	(6,063,610)	(110,754,833)	(115,365,650)	10,438,927	(68,504,609)	(7,810,984)	(12,974,347)	(29,264,509)	(29,636,497)	(20,071,198)	(37,701,652)	(3,094,021)	1,325,175	(13,973,360)

The notes on pages 106 to 157 form part of these financial statements.

Statement of comprehensive income - Constituent funds for the year ended 31 March 2020 (continued)

		2019																	
	Note	BEA (MPF) Conservative Fund HK\$	BEA (MPF) Growth Fund HK\$	BEA (MPF) Balanced Fund HK\$	BEA (MPF) Stable Fund HK\$	BEA (MPF) Long Term Guaranteed Fund HK\$	BEA (MPF) Asian Equity Fund HK\$	BEA (MPF) Hong Kong Equity Fund HK\$	BEA (MPF) Global Bond Fund HK\$	BEA (MPF) Greater China Equity Fund HK\$	BEA (MPF) Japan Equity Fund HK\$	BEA (MPF) European Equity Fund HK\$	BEA (MPF) Global Equity Fund HK\$	BEA (MPF) North American Equity Fund HK\$	BEA China Tracker Fund HK\$	BEA Hong Kong Tracker Fund HK\$	BEA (MPF) RMB & HKD Money Market Fund HK\$	BEA (MPF) Age 65 Plus Fund HK\$	BEA (MPF) Core Accumulation Fund HK\$
Income																			
Net (loss)/gain on investments	9	-	(90,162,706)	(26,464,890)	(11,071,762)	16,769,798	(89,589,594)	(36,410,774)	2,190,631	(75,422,807)	(8,442,992)	(8,139,283)	5,031,853	10,484,697	(6,943,120)	(5,147,300)	-	2,112,797	4,435,646
Dividend income		-	41,883,237	15,089,123	10,263,338	-	140,617	4,678,415	-	-	948,772	1,489,892	633,974	3,087,099	3,693,640	6,095,290	-	-	-
Interest income	10(d)	47,010	1,842,295	915,096	1,895,880	492	5,111	4,639	5,343	7,052	2,523	2,163	4,844	7,232	335	512	9,800	168	421
Interest income from financial assets at fair value through profit or loss	10(e)	24,474,549	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,357,101	-	-
Exchange (loss)/gain		-	(1,537,220)	(592,012)	(616,401)	-	(140,583)	-	-	(1,202)	1,436,306	3,429,025	(104,680)	(694,857)	-	-	(5,735,179)	-	-
Other income		-	-	-	-	103	-	-	-	-	1,244	-	-	-	-	-	-	-	-
Total investment income/(loss)		24,521,559	(47,974,394)	(11,052,683)	471,055	16,770,393	(89,584,449)	(31,727,720)	2,195,974	(75,416,957)	(6,054,147)	(3,218,203)	5,565,991	12,884,171	(3,249,145)	948,502	(2,368,278)	2,112,965	4,436,067
Expenses																			
Sponsor's fees	10(a)	-	41,644,403	21,562,063	22,210,809	-	10,534,446	10,210,959	2,575,796	15,070,959	912,353	1,040,994	2,412,549	1,885,394	813,426	1,116,360	1,035,873	355,767	810,287
Investment management fees	10(b)	-	-	-	-	10,794,228	-	-	-	-	-	-	-	-	-	-	-	-	-
Professional indemnity insurance		-	114,994	58,487	59,749	-	30,220	28,377	7,795	42,909	-	-	-	-	-	-	-	945	2,259
Safe custody and bank charges	7,910	-	212,081	85,677	61,753	-	11,757	9,138	5,705	8,242	-	424	180	-	7,027	7,693	-	-	-
Auditor's remuneration		-	92,081	64,178	64,176	-	35,241	17,714	28,787	35,239	-	-	-	-	-	-	-	12,254	54,510
Printing and postage expenses		-	563,228	289,004	292,803	-	149,522	143,652	39,606	214,133	-	-	27,113	19,217	18,804	25,367	-	6,167	13,895
Fund price publication expenses		-	14,594	14,594	14,594	-	14,594	14,594	14,594	14,594	-	-	14,595	14,594	14,594	14,594	-	14,594	14,594
Transaction costs		-	1,827,434	634,759	511,966	-	68,065	168,153	-	-	6,060	83,963	12,474	11,330	102,838	157,664	-	-	-
Miscellaneous expenses		-	814,259	316,669	180,286	-	297,286	4,570	4,500	4,500	68,567	221,528	-	-	33,710	46,275	-	5,468	5,468
Total operating expenses		7,910	45,283,074	23,025,431	23,396,136	10,794,228	11,141,131	10,597,157	2,676,783	15,390,576	986,980	1,346,909	2,466,911	1,930,535	990,399	1,367,953	1,035,873	395,195	901,013
Profit/(loss) before taxation																			
		24,513,649	(93,257,468)	(34,078,114)	(22,925,081)	5,976,165	(100,725,580)	(42,324,877)	(480,809)	(90,807,533)	(7,041,127)	(4,565,112)	3,099,080	10,953,636	(4,239,544)	(419,451)	(3,404,151)	1,717,770	3,535,054
Overseas withholding tax	15	-	(5,762,261)	(2,177,594)	(1,418,730)	-	-	-	-	-	(284,631)	(123,173)	(144,689)	(926,130)	-	-	-	-	-
Changes in net assets attributable to members from operations																			
		24,513,649	(99,019,729)	(36,255,708)	(24,343,811)	5,976,165	(100,725,580)	(42,324,877)	(480,809)	(90,807,533)	(7,325,758)	(4,688,285)	2,954,391	10,027,506	(4,239,544)	(419,451)	(3,404,151)	1,717,770	3,535,054

The notes on pages 106 to 157 form part of these financial statements.

Statement of assets and liabilities - Constituent funds as at 31 March 2020

		2020																	
Note		BEA (MPF) Conservative Fund HK\$	BEA (MPF) Growth Fund HK\$	BEA (MPF) Balanced Fund HK\$	BEA (MPF) Stable Fund HK\$	BEA (MPF) Long Term Guaranteed Fund HK\$	BEA (MPF) Asian Equity Fund HK\$	BEA (MPF) Hong Kong Equity Fund HK\$	BEA (MPF) Global Bond Fund HK\$	BEA (MPF) Greater China Equity Fund HK\$	BEA (MPF) Japan Equity Fund HK\$	BEA (MPF) European Equity Fund HK\$	BEA (MPF) Global Equity Fund HK\$	BEA (MPF) North American Equity Fund HK\$	BEA China Tracker Fund HK\$	BEA Hong Kong Tracker Fund HK\$	BEA (MPF) RMB & HKD Money Market Fund HK\$	BEA (MPF) Age 65 Plus Fund HK\$	BEA (MPF) Core Accumulation Fund HK\$
Assets																			
Investments	7,10(e)	1,395,044,410	2,947,314,431	1,619,056,136	1,756,218,375	702,454,063	735,655,659	784,259,486	321,708,374	1,157,583,613	65,696,444	75,146,346	215,794,729	244,334,428	126,560,960	212,467,725	114,775,687	100,518,042	236,204,094
Derivative financial instruments	6	-	-	-	-	-	-	-	-	-	57,315	208,065	4,435	36,906	-	-	-	-	-
Amounts receivable on sale of investments		-	-	-	-	4,123,531	5,870,083	-	-	-	2,411,601	-	-	-	115,834	142,846	-	102,252	239,369
Amounts receivable on subscriptions		8,823,147	255,636	-	84,876	-	259,376	1,146,245	649,536	823,841	125,173	289,316	-	2,626,648	491,984	600,888	353,680	400,449	116,655
Interest, dividend and other receivables		4,003,270	3,013,319	1,098,474	641,754	-	10	14	24	16	176	192,705	120,314	784,310	1	2	278,458	1	2
Prepayments		-	77,771	40,658	42,820	-	19,030	18,299	7,189	27,152	-	-	-	-	-	-	-	-	-
Bank balances	10(d)	72,349,946	181,773,625	77,411,355	112,615,304	1,020,765	3,015,835	5,063,718	9,240,058	7,625,989	726,899	2,238,910	6,985,217	7,766,772	108,287	1,540,412	6,750,301	128,146	441,584
Total assets		1,480,220,773	3,132,434,782	1,697,606,623	1,869,603,129	707,598,359	744,819,993	790,487,762	331,605,181	1,166,060,611	69,017,608	78,075,342	222,904,695	255,549,064	127,277,066	214,751,873	122,158,126	101,148,890	237,001,704
Liabilities																			
Amounts payable on purchase of investments		-	31,910,262	18,973,536	20,707,886	57,075	-	-	-	-	-	1,122,946	2,459,143	3,165,082	19,034	785,293	-	-	-
Amounts payable on redemptions		4,977,468	3,580,584	1,324,499	1,609,205	5,087,221	915,552	1,288,203	786,547	2,038,717	2,109,879	263,669	389,027	1,172,556	191,540	888,294	149,055	230,529	685,680
Accruals and other payables	10(a), 10(b)	-	4,112,145	2,127,496	2,195,304	1,028,009	890,739	845,560	326,361	1,277,059	80,550	113,514	255,770	490,461	75,259	123,930	84,155	105,458	194,401
Total liabilities (excluding net assets attributable to members)		4,977,468	39,602,991	22,425,531	24,512,395	6,172,305	1,806,291	2,133,763	1,112,908	3,315,776	2,190,429	1,500,129	3,103,940	4,828,099	285,833	1,797,517	233,210	335,987	880,081
Net assets attributable to members	2(c), 4	1,475,243,305	3,092,831,791	1,675,181,092	1,845,090,734	701,426,054	743,013,702	788,353,999	330,492,273	1,162,744,835	66,827,179	76,575,213	219,800,755	250,720,965	126,991,233	212,954,356	121,924,916	100,812,903	236,121,623

The notes on pages 106 to 157 form part of these financial statements.

Statement of assets and liabilities - Constituent funds as at 31 March 2020 (continued)

		2020																	
Note		BEA (MPF) Conservative Fund HK\$	BEA (MPF) Growth Fund HK\$	BEA (MPF) Balanced Fund HK\$	BEA (MPF) Stable Fund HK\$	BEA (MPF) Long Term Guaranteed Fund HK\$	BEA (MPF) Asian Equity Fund HK\$	BEA (MPF) Hong Kong Equity Fund HK\$	BEA (MPF) Global Bond Fund HK\$	BEA (MPF) Greater China Equity Fund HK\$	BEA (MPF) Japan Equity Fund HK\$	BEA (MPF) European Equity Fund HK\$	BEA (MPF) Global Equity Fund HK\$	BEA (MPF) North American Equity Fund HK\$	BEA China Tracker Fund HK\$	BEA Hong Kong Tracker Fund HK\$	BEA (MPF) RMB & HKD Money Market Fund HK\$	BEA (MPF) Age 65 Plus Fund HK\$	BEA (MPF) Core Accumulation Fund HK\$
Represented by:																			
Number of units outstanding	4	103,208,141,4940	157,882,853,4430	90,436,694,5670	103,326,094,0300	54,114,203,3838	37,146,851,7160	38,599,734,1650	26,706,229,4630	65,667,274,7780	9,608,298,2630	7,447,512,4030	15,798,548,4420	14,475,408,3110	13,366,795,1960	15,782,005,2430	11,813,038,1650	9,149,061,9470	21,961,637,7880
Net asset value per unit	4	14.2939	19.5894	18.5232	17.8570	12.9620	20.0021	20.4238	12.3751	17.7066	6.9552	10.2820	13.9127	17.3205	9.5005	13.4935	10.3212	11.0189	10.7515

Approved and authorised for issue by the Trustee on 14 September 2020.




) For and on behalf of
) Bank of East Asia (Trustees) Limited
) 東亞銀行 (信託) 有限公司
)

The notes on pages 106 to 157 form part of these financial statements.

Statement of assets and liabilities - Constituent funds as at 31 March 2020 (continued)



		2019																		
	Note	BEA (MPF) Conservative Fund HK\$	BEA (MPF) Growth Fund HK\$	BEA (MPF) Balanced Fund HK\$	BEA (MPF) Stable Fund HK\$	BEA (MPF) Long Term Guaranteed Fund HK\$	BEA (MPF) Asian Equity Fund HK\$	BEA (MPF) Hong Kong Equity Fund HK\$	BEA (MPF) Global Bond Fund HK\$	BEA (MPF) Greater China Equity Fund HK\$	BEA (MPF) Japan Equity Fund HK\$	BEA (MPF) European Equity Fund HK\$	BEA (MPF) Global Equity Fund HK\$	BEA (MPF) North American Equity Fund HK\$	BEA China Tracker Fund HK\$	BEA Hong Kong Tracker Fund HK\$	BEA (MPF) RMB & HKD Money Market Fund HK\$	BEA (MPF) Age 65 Plus Fund HK\$	BEA (MPF) Core Accumulation Fund HK\$	
Assets																				
Investments	7,10(e)	1,394,510,619	3,172,311,042	1,675,782,349	1,744,764,053	726,549,571	862,423,464	868,990,050	266,743,603	1,253,540,025	75,740,331	82,257,758	211,886,310	173,348,854	142,715,000	206,094,000	127,457,478	62,624,037	150,667,748	
Derivative financial instruments	6	-	-	-	-	-	-	-	-	-	72,510	123,303	-	-	-	-	-	-	-	
Amounts receivable on sale of investments		-	124,018,030	44,688,404	26,252,939	1,204,704	-	-	-	-	-	-	-	-	22,779	-	-	-	47,916	
Amounts receivable on subscriptions		901,098	79,544	-	1,117,834	-	-	-	236,172	24,800	-	-	151	35,775	-	-	-	77,786	-	
Interest, dividend and other receivables		3,277,604	3,296,865	1,189,691	729,219	-	1,496	2,235	2,165	2,425	716	183,942	112,969	458,768	156	264	419,435	59	208	
Prepayments		-	77,352	40,319	42,087	-	18,950	18,557	6,086	26,960	-	-	-	-	-	-	-	-	-	
Bank balances	10(d)	79,361,399	181,008,247	82,835,827	114,614,933	830,659	5,220,813	7,311,617	7,646,574	10,428,220	1,324,855	2,252,036	6,389,336	5,079,901	634,222	1,756,003	10,674,881	125,002	893,273	
Total assets		1,478,050,720	3,480,791,080	1,804,536,590	1,887,521,065	728,584,934	867,664,723	876,322,459	274,634,600	1,264,022,430	77,138,412	84,817,039	218,388,766	178,923,298	143,372,157	207,850,267	138,551,794	62,826,884	151,609,145	
Liabilities																				
Derivative financial instruments	6	-	-	-	-	-	-	-	-	-	-	-	1,207	7,369	-	-	-	-	-	
Amounts payable on purchase of investments		-	-	-	-	389,829	-	-	-	-	-	-	-	-	483,858	1,573,416	-	102,865	662,177	
Amounts payable on redemptions		2,015,704	3,888,466	1,276,597	1,765,237	1,645,534	1,002,468	2,136,302	291,304	1,812,617	99,101	91,981	275,864	395,140	97,917	69,865	59,048	22,139	278,917	
Accruals and other payables	10(a), 10(b)	-	4,314,217	2,157,845	2,139,479	1,079,874	953,736	904,088	257,914	1,310,375	91,150	103,306	242,071	313,194	82,714	116,428	91,483	54,702	132,157	
Total liabilities (excluding net assets attributable to members)		2,015,704	8,202,683	3,434,442	3,904,716	3,115,237	1,956,204	3,040,390	549,218	3,122,992	190,251	195,287	519,142	715,703	664,489	1,759,709	150,531	179,706	1,073,251	
Net assets attributable to members		2(c), 4	1,476,035,016	3,472,588,397	1,801,102,148	1,883,616,349	725,469,697	865,708,519	873,282,069	274,085,382	1,260,899,438	76,948,161	84,621,752	217,869,624	178,207,595	142,707,668	206,090,558	138,401,263	62,647,178	150,535,894

The notes on pages 106 to 157 form part of these financial statements.

Statement of assets and liabilities - Constituent funds as at 31 March 2020 (continued)

		2019																	
Note		BEA (MPF) Conservative Fund HK\$	BEA (MPF) Growth Fund HK\$	BEA (MPF) Balanced Fund HK\$	BEA (MPF) Stable Fund HK\$	BEA (MPF) Long Term Guaranteed Fund HK\$	BEA (MPF) Asian Equity Fund HK\$	BEA (MPF) Hong Kong Equity Fund HK\$	BEA (MPF) Global Bond Fund HK\$	BEA (MPF) Greater China Equity Fund HK\$	BEA (MPF) Japan Equity Fund HK\$	BEA (MPF) European Equity Fund HK\$	BEA (MPF) Global Equity Fund HK\$	BEA (MPF) North American Equity Fund HK\$	BEA China Tracker Fund HK\$	BEA Hong Kong Tracker Fund HK\$	BEA (MPF) RMB & HKD Money Market Fund HK\$	BEA (MPF) Age 65 Plus Fund HK\$	BEA (MPF) Core Accumulation Fund HK\$
Represented by:																			
Number of units outstanding	4	105,380,508,6350	161,185,352,2160	91,863,175,0720	103,231,172,5870	55,482,037,8524	37,643,267,8660	37,055,030,3040	22,983,239,9800	67,231,938,4880	9,893,771,6230	7,062,103,0920	13,843,664,0960	9,351,180,1360	12,889,886,1100	12,741,144,5300	13,109,754,5150	5,841,928,3200	13,398,661,4380
Net asset value per unit	4	14.0067	21.5441	19.6064	18.2466	13.0758	22.9977	23.5672	11.9254	18.7545	7.7774	11.9825	15.7379	19.0572	11.0713	16.1752	10.5571	10.7237	11.2351

Approved and authorised for issue by the Trustee on 14 September 2020.



)
) For and on behalf of
) Bank of East Asia (Trustees) Limited
) 東亞銀行 (信託) 有限公司
)
)

The notes on pages 106 to 157 form part of these financial statements.

Statement of changes in net assets attributable to members - Constituent funds for the year ended 31 March 2020

	2020																	
	BEA (MPF) Conservative Fund HK\$	BEA (MPF) Growth Fund HK\$	BEA (MPF) Balanced Fund HK\$	BEA (MPF) Stable Fund HK\$	BEA (MPF) Long Term Guaranteed Fund HK\$	BEA (MPF) Asian Equity Fund HK\$	BEA (MPF) Hong Kong Equity Fund HK\$	BEA (MPF) Global Bond Fund HK\$	BEA (MPF) Greater China Equity Fund HK\$	BEA (MPF) Japan Equity Fund HK\$	BEA (MPF) European Equity Fund HK\$	BEA (MPF) Global Equity Fund HK\$	BEA (MPF) North American Equity Fund HK\$	BEA China Tracker Fund HK\$	BEA Hong Kong Tracker Fund HK\$	BEA (MPF) RMB & HKD Money Market Fund HK\$	BEA (MPF) Age 65 Plus Fund HK\$	BEA (MPF) Core Accumulation Fund HK\$
Net assets attributable to members at the beginning of the year	1,476,035,016	3,472,588,397	1,801,102,148	1,883,616,349	725,469,697	865,708,519	873,282,069	274,085,382	1,260,899,438	76,948,161	84,621,752	217,869,624	178,207,595	142,707,668	206,090,558	138,401,263	62,647,178	150,535,894
Proceeds on subscription of units	424,717,538	285,408,792	161,982,132	224,183,173	109,657,701	101,308,201	227,397,744	137,212,194	172,698,335	21,080,473	24,957,932	64,362,946	170,168,214	45,580,216	122,891,673	44,932,855	58,764,217	134,955,780
Payments on redemption of units	(455,605,572)	(356,698,195)	(190,318,955)	(222,217,667)	(127,637,734)	(113,248,185)	(196,960,164)	(91,244,230)	(202,348,329)	(23,390,471)	(20,030,124)	(33,167,306)	(68,018,347)	(41,225,453)	(78,326,223)	(58,315,181)	(21,923,667)	(35,396,691)
Net (redemption)/subscription	(30,888,034)	(71,289,403)	(28,336,823)	1,965,506	(17,980,033)	(11,939,984)	30,437,580	45,967,964	(29,649,994)	(2,309,998)	4,927,808	31,195,640	102,149,867	4,354,763	44,565,450	(13,382,326)	36,840,550	99,559,089
Changes in net assets attributable to members from operations	30,096,323	(308,467,203)	(97,584,233)	(40,491,121)	(6,063,610)	(110,754,833)	(115,365,650)	10,438,927	(68,504,609)	(7,810,984)	(12,974,347)	(29,264,509)	(29,636,497)	(20,071,198)	(37,701,652)	(3,094,021)	1,325,175	(13,973,360)
Net assets attributable to members at the end of the year	1,475,243,305	3,092,831,791	1,675,181,092	1,845,090,734	701,426,054	743,013,702	788,353,999	330,492,273	1,162,744,835	66,827,179	76,575,213	219,800,755	250,720,965	126,991,233	212,954,356	121,924,916	100,812,903	236,121,623

The notes on pages 106 to 157 form part of these financial statements.

Statement of changes in net assets attributable to members - Constituent funds for the year ended 31 March 2020 (continued)

	2019																	
	BEA (MPF) Conservative Fund HK\$	BEA (MPF) Growth Fund HK\$	BEA (MPF) Balanced Fund HK\$	BEA (MPF) Stable Fund HK\$	BEA (MPF) Long Term Guaranteed Fund HK\$	BEA (MPF) Asian Equity Fund HK\$	BEA (MPF) Hong Kong Equity Fund HK\$	BEA (MPF) Global Bond Fund HK\$	BEA (MPF) Greater China Equity Fund HK\$	BEA (MPF) Japan Equity Fund HK\$	BEA (MPF) European Equity Fund HK\$	BEA (MPF) Global Equity Fund HK\$	BEA (MPF) North American Equity Fund HK\$	BEA China Tracker Fund HK\$	BEA Hong Kong Tracker Fund HK\$	BEA (MPF) RMB & HKD Money Market Fund HK\$	BEA (MPF) Age 65 Plus Fund HK\$	BEA (MPF) Core Accumulation Fund HK\$
Net assets attributable to members at the beginning of the year	1,364,500,948	3,679,503,995	1,890,241,026	1,917,364,619	730,791,070	999,653,245	926,078,224	258,304,327	1,410,292,365	80,427,737	94,618,593	197,517,565	139,042,472	144,507,271	188,092,560	125,231,501	34,328,350	76,290,575
Proceeds on subscription of units	447,525,391	284,261,806	160,836,608	225,286,786	108,530,493	101,875,813	199,940,090	74,319,368	171,248,528	21,707,322	19,250,372	56,636,016	79,430,811	51,775,995	87,720,101	81,818,179	38,620,171	95,109,237
Payments on redemption of units	(360,504,972)	(392,157,675)	(213,719,778)	(234,691,245)	(119,828,031)	(135,094,959)	(210,411,368)	(58,057,504)	(229,833,922)	(17,861,140)	(24,558,928)	(39,238,348)	(50,293,194)	(49,336,054)	(69,302,652)	(65,244,266)	(12,019,113)	(24,398,972)
Net subscription/(redemption)	87,020,419	(107,895,869)	(52,883,170)	(9,404,459)	(11,297,538)	(33,219,146)	(10,471,278)	16,261,864	(58,585,394)	3,846,182	(5,308,556)	17,397,668	29,137,617	2,439,941	18,417,449	16,573,913	26,601,058	70,710,265
Changes in net assets attributable to members from operations	24,513,649	(99,019,729)	(36,255,708)	(24,343,811)	5,976,165	(100,725,580)	(42,324,877)	(480,809)	(90,807,533)	(7,325,758)	(4,688,285)	2,954,391	10,027,506	(4,239,544)	(419,451)	(3,404,151)	1,717,770	3,535,054
Net assets attributable to members at the end of the year	1,476,035,016	3,472,588,397	1,801,102,148	1,883,616,349	725,469,697	865,708,519	873,282,069	274,085,382	1,260,899,438	76,948,161	84,621,752	217,869,624	178,207,595	142,707,668	206,090,558	138,401,263	62,647,178	150,535,894

The notes on pages 106 to 157 form part of these financial statements.

Notes to the financial statements

(Expressed in Hong Kong dollars)

1 The Scheme

BEA (MPF) Master Trust Scheme (the “Scheme”) is established and governed by its trust deed dated 31 January 2000, as amended (the “Trust Deed”). The Scheme is registered under section 21 of the Mandatory Provident Fund Schemes Ordinance (the “MPF Ordinance”) and is required to comply with the MPF Ordinance and the relevant regulations, guidelines and codes issued by the Mandatory Provident Fund Schemes Authority (the “MPFA”).

Under the Trust Deed, Bank of East Asia (Trustees) Limited (the “Trustee”) is required to establish and maintain separate constituent funds into which contributions may be invested. The constituent funds established within the Scheme are only available for investment by members of the Scheme.

The Scheme had 18 constituent funds as at 31 March 2020:

- BEA (MPF) Conservative Fund
- BEA (MPF) Growth Fund
- BEA (MPF) Balanced Fund
- BEA (MPF) Stable Fund
- BEA (MPF) Long Term Guaranteed Fund
- BEA (MPF) Asian Equity Fund
- BEA (MPF) Hong Kong Equity Fund
- BEA (MPF) Global Bond Fund
- BEA (MPF) Greater China Equity Fund
- BEA (MPF) Japan Equity Fund
- BEA (MPF) European Equity Fund
- BEA (MPF) Global Equity Fund
- BEA (MPF) North American Equity Fund
- BEA China Tracker Fund
- BEA Hong Kong Tracker Fund
- BEA (MPF) RMB & HKD Money Market Fund
- BEA (MPF) Age 65 Plus Fund
- BEA (MPF) Core Accumulation Fund

2 Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been applied consistently and are consistent with those used in the previous year, unless otherwise stated.

Changes to significant accounting policies are described in note 3.

(a) *Statement of compliance*

These financial statements for the Scheme and its constituent funds have been prepared in accordance with all applicable Hong Kong Financial Reporting Standards (“HKFRSs”), which collective term includes all applicable individual Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards (“HKASs”) and Interpretations issued by the Hong Kong Institute of Certified Public Accountants (“HKICPA”), accounting principles generally accepted in Hong Kong, the relevant provisions of the Trust Deed, and sections 80, 81, 83 and 84 of the Mandatory Provident Fund Schemes (General) Regulation (the “General Regulation”) and the requirements of the MPF Ordinance. A summary of the significant accounting policies adopted by the Scheme and its constituent funds is set out below.

The HKICPA has issued certain new and revised HKFRSs that are first effective or available for early adoption for the current accounting period. Note 3 provides information on any changes in accounting policies resulting from initial application of these developments to the extent that they are relevant to the Scheme and its constituent funds for the current and prior accounting periods reflected in these financial statements.

(b) *Basis of preparation of the financial statements*

The measurement basis used in the preparation of the financial statements is the historical cost basis except that investments are stated at their fair value as explained in the accounting policies set out below.

The preparation of financial statements in conformity with HKFRSs requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

2 Summary of significant accounting policies (continued)

(c) Investments

(i) Classification of financial assets

On initial recognition, the Scheme and its constituent funds classify financial assets as measured at amortised cost or fair value through profit or loss ("FVTPL").

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest ("SPPI").

All other financial assets of the Scheme and its constituent funds are measured at FVTPL.

Business model assessment

In making an assessment of the objective of the business model in which a financial asset is held, the Scheme and its constituent funds consider all of the relevant information about how the business is managed, including:

- the documented investment strategy and the execution of this strategy in practice. This includes whether the investment strategy focuses on earning contractual interest income, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of any related liabilities or expected cash outflows or realising cash flows through the sale of the assets;
- how the performance of the portfolio is evaluated and reported to the Scheme's and its constituent funds' management;
- the risks that affect the performance of the business model (and the financial assets held within that business model) and how those risks are managed;
- how the investment manager is compensated: e.g. whether compensation is based on the fair value of the assets managed or the contractual cash flows collected; and
- the frequency, volume and timing of sales of financial assets in prior periods, the reasons for such sales and expectations about future sales activity.

Transfers of financial assets to third parties in transactions that do not qualify for derecognition are not considered sales for this purpose, consistent with the Scheme and its constituent funds' continuing recognition of the assets.

The Scheme and its constituent funds have determined that they have two business models.

2 Summary of significant accounting policies (continued)

(c) Investments (continued)

(i) Classification of financial assets (continued)

- Held-to-collect business model: this includes contributions receivables, interest receivables, bank balances, amounts receivable on sales of investments, amounts receivable on subscriptions and interest, dividend and other receivables. These financial assets are held to collect contractual cash flow.
- Other business model: this includes approved pooled investment funds, approved index-tracking collective investment schemes and derivative financial instruments. These financial assets are managed and their performance is evaluated, on a fair value basis, with frequent sales taking place.

Assessment whether contractual cash flows are SPPI

For the purposes of this assessment, “principal” is defined as the fair value of the financial asset on initial recognition. “Interest” is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are SPPI, the Scheme and its constituent funds consider the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making this assessment, the Scheme and its constituent funds consider:

- contingent events that would change the amount or timing of cash flows;
- leverage features;
- prepayment and extension features;
- terms that limit the Scheme and its constituent funds’ claim to cash flows from specified assets (e.g. non-recourse features); and
- features that modify consideration for of the time value of money (e.g. periodical reset of interest rates).

The Scheme and its constituent funds classify their investments based on the business model and contractual cash flows assessment. Accordingly, the Scheme and its constituent funds classify all their approved pooled investment funds, approved index-tracking collective investment schemes and short-term deposits into financial assets at FVTPL category. Financial assets measured at amortised cost include contributions receivables, interest receivables, bank balances, amounts receivable on sales of investments, amounts receivable on subscriptions and interest, dividend and other receivables.

Reclassifications

Financial assets are not reclassified subsequent to their initial recognition unless the Scheme and its constituent funds were to change their business model for managing financial assets, in which case all affected financial assets would be reclassified on the first day of the first reporting period following the change in the business model.

2 Summary of significant accounting policies (continued)

(c) Investments (continued)

(ii) Classification of financial liabilities

Financial liabilities are classified as measured at amortised cost or FVTPL.

A financial liability is classified as at FVTPL if it is a derivative. Financial liabilities at FVTPL are measured at fair value and net gains and losses are recognised in profit or loss.

Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in profit or loss.

Any gain or loss on derecognition is also recognised in profit or loss.

Accordingly, financial liabilities measured at amortised cost include amounts payable on redemption, amounts payable for purchase of investments and accruals and other payables.

(iii) Recognition

The Scheme and its constituent funds recognise financial assets and financial liabilities on the date they become a party to the contractual provisions of the instruments.

A regular way purchase or sale of financial assets or financial liabilities at fair value through profit or loss is recognised on a trade date basis. From this date, any gains or losses arising from changes in fair value of the financial assets or financial liabilities at fair value through profit or loss are recorded.

Financial liabilities are not recognised unless one of the parties has performed their obligations under the contract or the contract is a derivative contract not exempted from the scope of HKFRS 9.

(iv) Measurement

Financial instruments are measured initially at fair value (transaction price). Transaction costs on financial assets and liabilities at fair value through profit or loss are expensed immediately.

Subsequent to initial recognition, all instruments classified at fair value through profit or loss are measured at fair value with changes in their fair values recognised in profit or loss.

Financial assets classified as financial assets measured at amortised cost are carried at amortised cost using the effective interest rate method, less impairment losses, if any.

Financial liabilities, other than those at fair value through profit or loss, are measured at amortised cost using the effective interest rate method.

2 Summary of significant accounting policies (continued)

(c) Investments (continued)

(v) Fair value measurement principles

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal or, in its absence, the most advantageous market to which the Scheme and its constituent funds have access at that date. The fair value of a liability reflects its non-performance risk.

When available, the Scheme and its constituent funds measure the fair value of an instrument using the quoted price in an active market for that instrument. A market is regarded as active if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. Investments in constituent funds, approved pooled investment funds and approved index-tracking collective investment schemes are valued at their respective closing net asset value per unit or quoted last-traded prices, if any.

If there is no quoted price in an active market, then the Scheme and its constituent funds use valuation techniques that maximise the use of relevant observable inputs and minimise the use of unobservable inputs. The chosen valuation technique incorporates all of the factors that market participants would take into account in pricing a transaction.

The Scheme and its constituent funds recognise transfers between levels of the fair value hierarchy as at the end of the reporting period during which the change has occurred.

Net gains or losses on investments are included in profit or loss. Realised gains or losses on investments and unrealised gains or losses on investments arising from a change in fair value. Net realised gains or losses from financial instruments at fair value through profit or loss is calculated using the average cost method.

(vi) Amortised cost measurement

The “amortised cost” of a financial asset or financial liability is the amount at which the financial asset or financial liability is measured on initial recognition minus the principal repayments, plus or minus the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount and, for financial assets, adjusted for any loss allowance.

(vii) Impairment

The Scheme and its constituent funds recognise loss allowances for expected credit losses (“ECLs”) on financial assets measured at amortised cost.

The Scheme and its constituent funds measure loss allowances at an amount equal to lifetime ECLs, except for the following, which are measured at 12-month ECLs:

- financial assets that are determined to have low credit risk at the reporting date; and
- other financial assets for which credit risk (i.e. the risk of default occurring over the expected life of the asset) has not increased significantly since initial recognition.

2 Summary of significant accounting policies (continued)

(c) *Investments (continued)*

(vii) Impairment (continued)

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Scheme and its constituent funds consider reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Scheme and its constituent funds' historical experience and informed credit assessment and including forward-looking information.

The Scheme and its constituent funds assume that the credit risk on a financial asset has increased significantly if it is more than 30 days past due.

The Scheme and its constituent funds consider a financial asset to be in default when:

- the borrower is unlikely to pay its credit obligations to the Scheme and its constituent funds in full, without recourse by the Scheme and its constituent funds to actions such as realising security (if any is held); or
- the financial asset is more than 90 days past due.

The Scheme and its constituent funds consider a financial asset to have low credit risk when the credit rating of the counterparty is equivalent to the globally understood definition of "investment grade". The Scheme and its constituent funds consider this to be Baa3 or higher per Moody's or BBB- or higher per Standard & Poor's.

Lifetime ECLs are the ECLs that result from all possible default events over the expected life of a financial instrument.

12-month ECLs are the portion of ECLs that result from default events that are possible within the 12 months after the reporting date (or a shorter period if the expected life of the instrument is less than 12 months).

The maximum period considered when estimating ECLs is the maximum contractual period over which the Scheme and its constituent funds are exposed to credit risk.

Measurement of ECLs

ECLs are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the Scheme and its constituent funds in accordance with the contract and the cash flows that the Scheme and its constituent funds expect to receive). ECLs are discounted at the effective interest rate of the financial asset.

2 Summary of significant accounting policies (continued)

(c) Investments (continued)

(vii) Impairment (continued)

Credit-impaired financial assets

At each reporting date, the Scheme and its constituent funds assess whether financial assets carried at amortised cost are credit-impaired. A financial asset is “credit-impaired” when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

Evidence that a financial asset is credit-impaired includes the following observable data:

- significant financial difficulty of the borrower or issuer;
- a breach of contract such as a default or being more than 90 days past due; or
- it is probable that the borrower will enter bankruptcy or other financial reorganisation.

Presentation of allowance for ECLs in the statement of assets and liabilities

Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the assets.

Write-off

The gross carrying amount of a financial asset is written off when the Scheme and its constituent funds have no reasonable expectations of recovering a financial asset in its entirety or a portion thereof.

(viii) Derecognition

A financial asset is derecognised when the contractual rights to receive the cash flows from the financial asset expire, or where the financial asset together with substantially all the risks and rewards of ownership, have been transferred.

Financial assets measured at FVTPL that are sold are derecognised and corresponding receivables from brokers are recognised as of the date the Scheme and its constituent funds commit to sell the assets.

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expires.

On derecognition of a financial asset, the difference between the carrying value of the asset and the consideration received is recognised in profit or loss.

2 Summary of significant accounting policies (continued)

(d) *Derivative financial instruments*

Outstanding forward foreign exchange contracts are valued at the year end date by reference to the forward rate of exchange applicable to the outstanding term of the contracts. Unrealised gain and loss on outstanding contracts and realised gain and loss on closed contracts are shown in the statement of comprehensive income of the respective constituent funds as exchange gain or loss.

(e) *Income and expenses*

Interest income is recognised as it accrues using the effective interest method. Dividend income is recognised when the underlying securities are quoted ex-dividend. Dividend is presented gross of any non-recoverable withholding taxes, which are presented separately in the statement of comprehensive income of the respective constituent funds. Interest income on bank deposits is disclosed separately on the face of the statement of changes in net assets available for benefits of the Scheme and the statement of comprehensive income of the constituent funds. Interest income on debt securities is included in gain/(loss) on investments. All other income and expenses are accounted for on an accruals basis.

(f) *Units in issue*

The Scheme and its constituent funds classify capital instruments as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instruments.

A puttable financial instrument is classified as an equity instrument if it has all of the following features:

- It entitles the holder to a pro rata share of the Scheme and its constituent funds' net assets in the event of the Scheme and its constituent funds' liquidation.
- The instrument is in the class of instruments that is subordinate to all other classes of instruments.
- All financial instruments in the class of instruments that is subordinate to all other classes of instruments have identical features.
- The instrument does not include any contractual obligation to deliver cash or another financial asset other than the holder's rights to a pro rata share of the Scheme and its constituent funds' net assets.
- The total expected cash flows attributable to the instrument over the life of the instrument are based substantially on the profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the Scheme over the life of the instrument.

2 Summary of significant accounting policies (continued)

(f) Units in issue (continued)

In addition to the instrument having all the above features, the Scheme and its constituent funds must have no other financial instrument or contract that has:

- Total cash flows based substantially on the profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the Scheme and its constituent funds; and
- The effect of substantially restricting or fixing the residual return to the puttable instrument holders.

The redeemable units do not provide the members with the right to require redemption for cash at a value proportionate to the members' share in the Scheme and its constituent funds' net assets in the event of the Scheme and its constituent funds' liquidation. Therefore, they do not meet the criteria for equity classification and are classified as financial liabilities. They are measured at the redemption amounts.

(g) Translation of foreign currencies

(i) Functional and presentation currency

Items included in the financial statements of the Scheme and its constituent funds are measured using the currency of the primary economic environment in which they operate (the "functional currency"). The financial statements are presented in Hong Kong dollar ("HKD"), which is the functional and presentation currency of the Scheme and its constituent funds.

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of comprehensive income of the constituent funds.

(h) Subscription and redemption of units

The price at which units are subscribed or redeemed is calculated by reference to the net asset value per unit as at the close of business on the relevant dealing day. Proceeds and payments for units subscribed and redeemed are included in the statement of changes in net assets attributable to members of the constituent funds.

(i) Cash and cash equivalents

Cash and cash equivalents comprise cash at banks and on hand, net of bank overdrafts that are repayable on demand and short-term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value, if any.

2 Summary of significant accounting policies (continued)

(j) Financial assets and liabilities not at fair value

Financial assets that are classified as financial assets measured at amortised cost include contribution receivables, interest receivables, bank balances, amount receivable on sales of investments, amounts receivable on subscriptions and interest, dividend and other receivables.

Financial liabilities that are not at fair value through profit or loss include benefits payables, forfeitures payable, accruals and other payables, amounts payable on purchase of investments and amounts payable on redemption.

(k) Contributions

Contributions are accounted for on an accruals basis.

(l) Benefits

Benefits are accounted for on an accruals basis.

(m) Transfer values

Transfer values are accounted for on the effective date of transfer.

(n) Forfeitures

If a member ceases to be a member, the part of the employer's voluntary balance not otherwise disposed of in accordance with the rules of the Scheme would be returned to the employer. Forfeitures arising from such cases which have not been returned to the employers would be treated as liabilities of the Scheme.

(o) Related parties

- (a) A person, or a close member of that person's family, is related to the Scheme and its constituent funds if that person:
 - (i) has control or joint control over the Scheme and its constituent funds;
 - (ii) has significant influence over the Scheme and its constituent funds; or
 - (iii) is a member of the key management personnel of the Scheme and its constituent funds or the Scheme and its constituent funds' parent.
- (b) An entity is related to the Scheme and its constituent funds if any of the following conditions applies:
 - (i) The entity and the Scheme and its constituent funds are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others);

2 Summary of significant accounting policies (continued)

(o) *Related parties (continued)*

- (b) An entity is related to the Scheme and its constituent funds if any of the following conditions applies (continued):
- (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member);
 - (iii) Both entities are joint ventures of the same third party;
 - (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity;
 - (v) The entity is a post-employment benefit plan for the benefit of employees of an entity related to the Scheme and its constituent funds;
 - (vi) The entity is controlled or jointly controlled by a person identified in (a);
 - (vii) A person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity); or
 - (viii) The entity, or any member of a group of which it is a part, provides key management personnel services to the Scheme and its constituent funds or to the Scheme and its constituent funds' parent.

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity.

(p) *Segment reporting*

An operating segment is a component of the Scheme and its constituent funds that engage in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Scheme and its constituent funds' other components, whose operating results are reviewed regularly by the chief operating decision maker (the "CODM") to make decisions about resources allocated to the segment and assess its performance, and for which discrete financial information is available. Segment results that are reported to CODM include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

3 Changes in accounting policies

A number of new standards are effective from 1 April 2019 but they do not have a material effect on the Scheme's financial statements.

The Scheme and its constituent funds have consistently applied the accounting policies as set out in note 2 to all periods presented in these financial statements.

4 Capital management and units in issue

(a) Movement of units in issue

	<i>BEA (MPF) Conservative Fund</i>		<i>BEA (MPF) Growth Fund</i>		<i>BEA (MPF) Balanced Fund</i>		<i>BEA (MPF) Stable Fund</i>		<i>BEA (MPF) Long Term Guaranteed Fund</i>	
	2020 Units	2019 Units	2020 Units	2019 Units	2020 Units	2019 Units	2020 Units	2019 Units	2020 Units	2019 Units
Balance at the beginning of the year	105,380,508.6350	99,103,932.1780	161,185,352.2160	166,301,296.2230	91,863,175.0720	94,625,820.2590	103,231,172.5870	103,780,091.4300	55,482,037.8524	56,365,592.2704
Units issued	29,990,235.0170	32,260,396.5250	13,252,026.3950	13,355,202.1510	8,188,285.6670	8,327,082.9440	12,088,854.6140	12,543,820.9320	8,271,066.6005	8,446,266.8145
Units redeemed	(32,162,602.1580)	(25,983,820.0680)	(16,554,525.1680)	(18,471,146.1580)	(9,614,766.1720)	(11,089,728.1310)	(11,993,933.1710)	(13,092,739.7750)	(9,638,901.0691)	(9,329,821.2325)
Balance at the end of the year	<u>103,208,141.4940</u>	<u>105,380,508.6350</u>	<u>157,882,853.4430</u>	<u>161,185,352.2160</u>	<u>90,436,694.5670</u>	<u>91,863,175.0720</u>	<u>103,326,094.0300</u>	<u>103,231,172.5870</u>	<u>54,114,203.3838</u>	<u>55,482,037.8524</u>

	<i>BEA (MPF) Asian Equity Fund</i>		<i>BEA (MPF) Hong Kong Equity Fund</i>		<i>BEA (MPF) Global Bond Fund</i>		<i>BEA (MPF) Greater China Equity Fund</i>		<i>BEA (MPF) Japan Equity Fund</i>	
	2020 Units	2019 Units	2020 Units	2019 Units	2020 Units	2019 Units	2020 Units	2019 Units	2020 Units	2019 Units
Balance at the beginning of the year	37,643,267.8660	39,068,902.4920	37,055,030.3040	37,512,650.2550	22,983,239.9800	21,588,646.2520	67,231,938.4880	70,431,300.6210	9,893,771.6230	9,423,420.6130
Units issued	4,491,411.2420	4,425,030.6580	10,291,530.1360	8,761,036.3880	11,127,099.4970	6,374,367.9240	9,285,752.1010	9,310,208.6720	2,722,518.5170	2,689,275.9160
Units redeemed	(4,987,827.3920)	(5,850,665.2840)	(8,746,826.2750)	(9,218,656.3390)	(7,404,110.0140)	(4,979,774.1960)	(10,850,415.8110)	(12,509,570.8050)	(3,007,991.8770)	(2,218,924.9060)
Balance at the end of the year	<u>37,146,851.7160</u>	<u>37,643,267.8660</u>	<u>38,599,734.1650</u>	<u>37,055,030.3040</u>	<u>26,706,229.4630</u>	<u>22,983,239.9800</u>	<u>65,667,274.7780</u>	<u>67,231,938.4880</u>	<u>9,608,298.2630</u>	<u>9,893,771.6230</u>

	<i>BEA (MPF) European Equity Fund</i>		<i>BEA (MPF) Global Equity Fund</i>		<i>BEA (MPF) North American Equity Fund</i>		<i>BEA China Tracker Fund</i>		<i>BEA Hong Kong Tracker Fund</i>	
	2020 Units	2019 Units	2020 Units	2019 Units	2020 Units	2019 Units	2020 Units	2019 Units	2020 Units	2019 Units
Balance at the beginning of the year	7,062,103.0920	7,499,569.4130	13,843,664.0960	12,718,753.8990	9,351,180.1360	7,823,830.2210	12,889,886.1100	12,642,395.8510	12,741,144.5300	11,544,949.4980
Units issued	2,044,877.5530	1,566,816.5020	4,060,780.0190	3,652,916.1280	8,598,107.8930	4,270,816.8850	4,396,863.1480	4,830,841.4940	8,143,297.8060	5,654,542.9550
Units redeemed	(1,659,468.2420)	(2,004,282.8230)	(2,105,895.6730)	(2,528,005.9310)	(3,473,879.7180)	(2,743,466.9700)	(3,919,954.0620)	(4,583,351.2350)	(5,102,437.0930)	(4,458,347.9230)
Balance at the end of the year	<u>7,447,512.4030</u>	<u>7,062,103.0920</u>	<u>15,798,548.4420</u>	<u>13,843,664.0960</u>	<u>14,475,408.3110</u>	<u>9,351,180.1360</u>	<u>13,366,795.1960</u>	<u>12,889,886.1100</u>	<u>15,782,005.2430</u>	<u>12,741,144.5300</u>

	<i>BEA (MPF) RMB & HKD Money Market Fund</i>		<i>BEA (MPF) Age 65 Plus Fund</i>		<i>BEA (MPF) Core Accumulation Fund</i>	
	2020 Units	2019 Units	2020 Units	2019 Units	2020 Units	2019 Units
Balance at the beginning of the year	13,109,754.5150	11,565,400.0440	5,841,928.3200	3,286,989.1140	13,398,661.4380	6,939,434.0750
Units issued	4,330,441.6270	7,750,740.3460	5,271,167.7000	3,707,506.5080	11,630,885.0220	8,682,002.1940
Units redeemed	(5,627,157.9770)	(6,206,385.8750)	(1,964,034.0730)	(1,152,567.3020)	(3,067,908.6720)	(2,222,774.8310)
Balance at the end of the year	<u>11,813,038.1650</u>	<u>13,109,754.5150</u>	<u>9,149,061.9470</u>	<u>5,841,928.3200</u>	<u>21,961,637.7880</u>	<u>13,398,661.4380</u>

4 Capital management and units in issue (continued)

(b) Net assets attributable to members and net assets attributable to members per unit as at 31 March

	BEA (MPF) Conservative Fund		BEA (MPF) Growth Fund		BEA (MPF) Balanced Fund		BEA (MPF) Stable Fund		BEA (MPF) Long Term Guaranteed Fund	
	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$
Net assets attributable to members	1,475,243,305	1,476,035,016	3,092,831,791	3,472,588,397	1,675,181,092	1,801,102,148	1,845,090,734	1,883,616,349	701,426,054	725,469,697
Net assets attributable to members per unit	14.2939	14.0067	19.5894	21.5441	18.5232	19.6064	17.8570	18.2466	12.9620	13.0758
	BEA (MPF) Asian Equity Fund		BEA (MPF) Hong Kong Equity Fund		BEA (MPF) Global Bond Fund		BEA (MPF) Greater China Equity Fund		BEA (MPF) Japan Equity Fund	
	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$
Net assets attributable to members	743,013,702	865,708,519	788,353,999	873,282,069	330,492,273	274,085,382	1,162,744,835	1,260,899,438	66,827,179	76,948,161
Net assets attributable to members per unit	20.0021	22.9977	20.4238	23.5672	12.3751	11.9254	17.7066	18.7545	6.9552	7.7774
	BEA (MPF) European Equity Fund		BEA (MPF) Global Equity Fund		BEA (MPF) North American Equity Fund		BEA China Tracker Fund		BEA Hong Kong Tracker Fund	
	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$
Net assets attributable to members	76,575,213	84,621,752	219,800,755	217,869,624	250,720,965	178,207,595	126,991,233	142,707,668	212,954,356	206,090,558
Net assets attributable to members per unit	10.2820	11.9825	13.9127	15.7379	17.3205	19.0572	9.5005	11.0713	13.4935	16.1752
	BEA (MPF) RMB & HKD Money Market Fund		BEA (MPF) Age 65 Plus Fund		BEA (MPF) Core Accumulation Fund					
	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$				
Net assets attributable to members	121,924,916	138,401,263	100,812,903	62,647,178	236,121,623	150,535,894				
Net assets attributable to members per unit	10.3212	10.5571	11.0189	10.7237	10.7515	11.2351				

4 Capital management and units in issue (continued)

(b) *Net assets attributable to members and net assets attributable to members per unit as at 31 March (continued)*

The capital of the constituent funds is represented by the net assets attributable to members. Subscription and redemption of units during the year are shown in the statements of changes in net assets attributable to members of the respective constituent funds. The amount of net assets attributable to members can change significantly on a daily basis as the constituent funds are subject to daily subscriptions and redemptions at the discretion of members. The constituent funds' objective when managing capital is to safeguard their ability to continue as a going concern in order to provide retirement benefits to members and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the constituent funds.

In order to maintain or adjust the capital structure, the Scheme policy is to perform the following:

- monitor the level of daily subscriptions and redemptions relative to the liquid assets; and
- redeem and issue units of the constituent funds in accordance with the Trust Deed.

The Trustee monitors capital on the basis of the value of net assets attributable to members.

5 Financial risk management

Strategy in using financial instruments

The investment objective of BEA (MPF) Conservative Fund is to achieve a minimum rate of return while maintaining stability of the principal amount invested.

The investment objective of BEA (MPF) Growth Fund is to achieve long-term capital appreciation within a controlled risk-return framework through investing mainly in global equities with some exposure in global debt securities/money market instruments.

The investment objective of BEA (MPF) Balanced Fund is to achieve a stable rate of return with an opportunity for capital appreciation through a balanced weighting of investments in global equities and debt securities.

The investment objective of BEA (MPF) Stable Fund is to minimise short-term capital risk with modest capital growth over the long term through a higher weighting of investments in global debt securities to provide steady income and a lower exposure to global equities to provide modest potential for capital appreciation.

5 Financial risk management (continued)

Strategy in using financial instruments (continued)

The investment objective of BEA (MPF) Long Term Guaranteed Fund is to provide a competitive long-term total rate of return, while also providing a minimum guaranteed average annual return over the career of a Member.

The investment objective of BEA (MPF) Asian Equity Fund is to achieve long-term capital appreciation within a controlled risk/return framework through investing mainly in Asian (ex-Japan) equities, with some exposure in debt securities and/or money market instruments.

The investment objective of BEA (MPF) Hong Kong Equity Fund is to achieve long-term capital appreciation within a controlled risk/return framework through investing mainly in Hong Kong equities, with some exposure in debt securities and/or money market instruments.

The investment objective of BEA (MPF) Global Bond Fund is to provide total investment return over the medium to long term through investing in global bonds, with some exposure in money market instruments.

The investment objective of BEA (MPF) Greater China Equity Fund is to provide investors with long-term capital growth within a controlled risk/return framework through investing mainly in listed securities of companies that derive or are expected to derive a significant portion of their revenues from goods produced or sold, investments made or services performed in Greater China (the “Greater China Securities”).

The investment objective of BEA (MPF) Japan Equity Fund is to achieve long-term capital appreciation within a controlled risk/return framework through investing mainly in Japanese equities.

The investment objective of BEA (MPF) European Equity Fund is to achieve long-term capital appreciation within a controlled risk/return framework through investing mainly in European equities with some exposure in European and other debt securities and/or money market instruments.

The investment objective of BEA (MPF) Global Equity Fund is to achieve long-term capital appreciation within a controlled risk/return framework through investing mainly in global equities with some exposure in global debt securities and/or money market instruments.

The investment objective of BEA (MPF) North American Equity Fund is to achieve long-term capital appreciation within a controlled risk/return framework through investing mainly in North American equities with some exposure in North American and other debt securities and/or money market instruments.

5 Financial risk management (continued)

Strategy in using financial instruments (continued)

The investment objective of BEA China Tracker Fund is to provide investment returns that match the performance of the Hang Seng China Enterprises Index as closely as practicable.'

The investment objective of BEA Hong Kong Tracker Fund is to provide investment returns that match the performance of the Hang Seng Index as closely as practicable.

The investment objective of BEA (MPF) RMB & HKD Money Market Fund is to achieve a rate of return over the long term in line with the interest rate offered by authorised financial institutions in Hong Kong on HKD and RMB savings accounts while maintaining stability of the principal amount invested.

The investment objective of BEA (MPF) Age 65 Plus Fund is to provide stable growth by investing in a globally diversified manner.

The investment objective of BEA (MPF) Core Accumulation Fund is to provide capital growth by investing in a globally diversified manner.

The activities of the constituent funds expose them to a variety of financial risks: market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

The Scheme and its constituent funds are exposed to various risks which are discussed below.

(a) Market risk

Market risk embodies the potential for both gains and losses and includes currency risk, interest rate risk and other price risk. The Scheme's strategy on the management of market risk is driven by the Scheme's investment objective.

The Scheme's market risk is managed on a regular basis by BEA Union Investment Management Limited (the "Investment Manager") in accordance with policies and procedures in place. The Scheme's overall market position is monitored on a regular basis by the Trustee. Details of the nature of the Scheme's investment portfolio at the reporting date are disclosed in the investment report.

(i) Currency risk

The Scheme and its constituent funds may hold assets and liabilities denominated in currencies other than their functional currency. The Scheme and its constituent funds may also be exposed to currency risk indirectly via the investment funds held by them as the investment funds may invest in financial instruments denominated in currencies other than their reporting currencies. Therefore, the Scheme and its constituent funds are exposed to currency risk that the exchange rate may change in a manner that has an adverse effect on the value of their assets and liabilities.

5 Financial risk management (continued)

(a) Market risk (continued)

(i) Currency risk (continued)

The fluctuations in the rate of exchange between the currency in which the asset or liability is denominated and the functional currency could result in an appreciation or depreciation in the fair value of that asset or liability. The Investment Manager monitors all the Scheme's foreign currency positions on a daily basis. Except for BEA (MPF) Growth Fund, BEA (MPF) Balanced Fund, BEA (MPF) Stable Fund, BEA (MPF) Asian Equity Fund, BEA (MPF) Japan Equity Fund, BEA (MPF) European Equity Fund, BEA (MPF) Global Equity Fund and BEA (MPF) RMB & HKD Money Market Fund, all other constituent funds are not subject to direct currency risk as their assets and liabilities are denominated in HKD which is their functional currency, or United States dollar ("USD") which is pegged to HKD.

Sensitivity analysis

BEA (MPF) Growth Fund's, BEA (MPF) Balanced Fund's, BEA (MPF) Stable Fund's, BEA (MPF) Asian Equity Fund's, BEA (MPF) Japan Equity Fund's, BEA (MPF) European Equity Fund's, BEA (MPF) Global Equity Fund's and BEA (MPF) RMB & HKD Money Market Fund's net direct exposure to each currency other than HKD or USD as at the reporting date and the estimated change to net assets attributable to members and the changes in net assets attributable to members from operations had the HKD weakened by 5% (2019: 5%) are illustrated below. The analysis is performed on the same basis as 2019.

As at 31 March

	2020		2019	
	Net direct exposure HK\$	Estimated change had the HKD weakened by 5% HK\$	Net direct exposure HK\$	Estimated change had the HKD weakened by 5% HK\$
BEA (MPF) Growth Fund				
British Pound	170,408,807	8,520,440	227,978,580	11,398,929
BEA (MPF) Balanced Fund				
British Pound	57,422,689	2,871,134	74,953,864	3,747,693
BEA (MPF) Stable Fund				
British Pound	31,015,164	1,550,758	46,505,991	2,325,300
BEA (MPF) Asian Equity Fund				
British Pound	15,530,414	776,521	11,342,539	567,127
BEA (MPF) Japan Equity Fund				
Japanese Yen	(26,082,685)	(1,304,134)	(28,767,490)	(1,438,375)
BEA (MPF) European Equity Fund				
British Pound	22,306,507	1,115,325	17,765,474	888,274
Euro	(20,742,569)	(1,037,128)	(19,068,606)	(953,430)

5 Financial risk management (continued)

(a) Market risk (continued)

(i) Currency risk (continued)

Sensitivity analysis (continued)

As at 31 March (continued)

	2020		2019	
	Net direct exposure HK\$	Estimated change had the HKD weakened by 5% HK\$	Net direct exposure HK\$	Estimated change had the HKD weakened by 5% HK\$
BEA (MPF) Global Equity Fund				
British Pound	3,574,526	178,726	4,410,093	220,505
BEA (MPF) RMB & HKD Money Market Fund				
Renminbi	62,442,201	3,122,110	82,703,580	4,135,179

As HKD is pegged to USD, BEA (MPF) Growth Fund, BEA (MPF) Balanced Fund, BEA (MPF) Stable Fund, BEA (MPF) Asian Equity Fund, BEA (MPF) Japan Equity Fund, BEA (MPF) European Equity Fund, BEA (MPF) Global Equity Fund and BEA (MPF) RMB & HKD Money Market Fund do not expect any significant movement in USD/HKD exchange rate. A 5% appreciation of HKD against the above currencies would have resulted in an equal but opposite effect on the financial statements, on the basis that all other variables remain constant.

(ii) Interest rate risk

Interest rate risk arises from changes in interest rates which may inversely affect the value of a financial instrument and therefore result in a potential gain or loss to the Scheme and its constituent funds.

All constituent funds did not have any interest-bearing liabilities as at year end and their interest-bearing assets were limited to bank deposits only; accordingly it is considered that they did not have significant direct interest rate risk exposure.

The Investment Manager monitors the Scheme's direct exposure to interest rate risk on a regular basis.

5 Financial risk management (continued)

(a) Market risk (continued)

(iii) Other price risk

Other price risk is the risk that the value of the instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuer or factors affecting all instruments traded in the market.

The breakdown of investments held by the Scheme and its constituent funds is shown in investment report.

The Scheme's market risk is managed through (i) deliberate securities selection and (ii) diversification of the investment portfolio. The Investment Manager monitors the Scheme's market position on a daily basis.

Sensitivity analysis

The Investment Manager projects the possible movement of the underlying benchmark indices (the "potential movement") based on historical experience. If the underlying benchmark indices had changed by the following percentages, which are based on the Investment Manager's best estimate of the potential movement as at the reporting date, with all other variables held constant, it is estimated that the net assets attributable to members and the change in net assets attributable to members from operations would have changed accordingly as shown below. An equal change in the opposite direction would have changed the net assets attributable to members and the changes in net assets attributable to members from operations by an equal but opposite amount. The analysis is performed on the same basis as 2019 for all constituent funds except for BEA (MPF) Long Term Guaranteed Fund.

BEA (MPF) Conservative Fund only invests in short-term deposits which are not subject to other price risk. Therefore, no sensitivity analysis is performed.

BEA (MPF) Long Term Guaranteed Fund is exposed to other price risk arising from changes in the net asset value of the underlying APIF. A 5% increase in price of the underlying APIF at the reporting date, with all other variables held constant, would have increased the net assets attributable to members by the amounts shown below. An equal change in the opposite direction would have decreased the net assets attributable to members by equal amounts.

BEA (MPF) RMB & HKD Money Market Fund only invests in short-term deposits which are not subject to other price risk. Therefore, no sensitivity analysis is performed.

5 Financial risk management (continued)

(a) Market risk (continued)

(iii) Other price risk (continued)

Sensitivity analysis (continued)

	<i>% of possible reasonable shift</i>	<i>Estimated increase 2020 HK\$</i>	<i>Estimated increase 2019 HK\$</i>
BEA (MPF) Growth Fund (note (a))	5%	149,080,668	158,171,235
BEA (MPF) Balanced Fund (note (b))	5%	84,695,802	82,958,104
BEA (MPF) Stable Fund (note (c))	5%	95,021,775	84,195,709
BEA (MPF) Long Term Guaranteed Fund (note (d))	5%	35,122,703	36,690,753
BEA (MPF) Asian Equity Fund (note (e))	5%	36,685,846	40,397,901
BEA (MPF) Hong Kong Equity Fund (note (f))	5%	39,676,861	41,093,660
BEA (MPF) Global Bond Fund (note (g))	5%	16,145,410	11,372,901
BEA (MPF) Greater China Equity Fund (note (h))	5%	54,580,921	63,971,160
BEA (MPF) Japan Equity Fund (note (i))	5%	3,146,511	4,073,529
BEA (MPF) European Equity Fund (note (j))	5%	3,429,064	3,631,309
BEA (MPF) Global Equity Fund (note (k))	5%	10,123,461	10,055,097
BEA (MPF) North American Equity Fund (note (l))	5%	11,568,343	8,316,252
BEA China Tracker Fund (note (m))	5%	6,490,964	7,126,588
BEA Hong Kong Tracker Fund (note (n))	5%	10,636,127	10,319,159
BEA (MPF) Age 65 Plus Fund (note (o))	5%	6,211,415	3,111,907
BEA (MPF) Core Accumulation Fund (note (p))	5%	<u>11,836,149</u>	<u>7,367,409</u>

5 Financial risk management (continued)

(a) Market risk (continued)

(iii) Other price risk (continued)

Sensitivity analysis (continued)

Notes:

- (a) **Before 1 October 2018:** 25% (70% Citi WGBI HKD + 30% Citi WGBI HKD-Hedged) + 22.08% MSCI Zhong Hua ex ADRs Index (NR) + 14% MSCI Europe Index (NR) + 14% MSCI North America Index (NR) + 9% MSCI AC Far East ex Japan ex HK Index (NR) + 9% MSCI Japan Index (NR) + 5% HK MPF Prescribed Savings Rate + 1.92% HSBC Holdings

Since 1 October 2018: 25% (75% Citi WGBI HKD + 25% Citi WGBI HKD-Hedged) + 24% FTSE MPF Hong Kong Index + 14% FTSE MPF Europe Index + 14% FTSE MPF North America Index + 9% FTSE MPF AP ex Japan ex Hong Kong + 9% FTSE MPF Japan Index + 5% HK MPF Prescribed Savings Rate

The benchmark composition was changed from 1 October 2018 for better estimation of potential movement of BEA (MPF) Growth Fund.

- (b) **Before 1 October 2018:** 45% (70% Citi WGBI HKD + 30% Citi WGBI HKD-Hedged) + 15.64% MSCI Zhong Hua ex ADRs Index (NR) + 10% MSCI Europe Index (NR) + 10% MSCI North America Index (NR) + 6.5% MSCI Japan Index (NR) + 6.5% MSCI AC Far East ex Japan ex HK Index (NR) + 5% HK MPF Prescribed Savings Rate + 1.36% HSBC Holdings

Since 1 October 2018: 45% (75% Citi WGBI HKD + 25% Citi WGBI HKD-Hedged) + 17% FTSE MPF Hong Kong Index + 10% FTSE MPF Europe Index + 10% FTSE MPF North America Index + 6.5% FTSE MPF AP ex Japan ex Hong Kong + 6.5% FTSE MPF Japan Index + 5% HK MPF Prescribed Savings Rate

The benchmark composition was changed from 1 October 2018 for better estimation of potential movement of BEA (MPF) Balanced Fund.

- (c) **Before 1 October 2018:** 65% (70% Citi WGBI HKD + 30% Citi WGBI HKD-Hedged) + 9.2% MSCI Zhong Hua ex ADRs Index (NR) + 6% MSCI Europe Index (NR) + 6% MSCI North America Index (NR) + 5% HK MPF Prescribed Savings Rate + 4% MSCI Japan Index (NR) + 4% MSCI AC Far East ex Japan ex HK Index (NR) + 0.8% HSBC Holdings

Since 1 October 2018: 60% (75% Citi WGBI HKD + 25% Citi WGBI HKD-Hedged) + 10% FTSE MPF HK + 6% FTSE MPF Europe Index + 6% FTSE MPF North America Index + 10% HK MPF Prescribed Savings Rate + 4% FTSE MPF Japan Index + 4% FTSE MPF Asia Pacific ex Japan ex HK

The benchmark composition was changed from 1 October 2018 for better estimation of potential movement of BEA (MPF) Stable Fund.

5 Financial risk management (continued)

(a) Market risk (continued)

(iii) Other price risk (continued)

Sensitivity analysis (continued)

Notes: (continued)

- (d) **Before 1 April 2019:** 100% Internal Guaranteed Composite Index provided by Principal Asset Management Company (Asia) Limited

Since 1 April 2019: 5% change in underlying APIF at reporting date

The basis of analysis was changed from 1 April 2019 for better estimation of potential movement of BEA (MPF) Long Term Guaranteed Fund.

- (e) **Before 1 October 2018:** 100% MSCI AC Far East ex Japan ex ADRs Index (NR)

Since 1 October 2018: 100% FTSE MPF Asia Pacific ex JP, AU & NZ Hedged Index

The benchmark composition was changed from 1 October 2018 for better estimation of potential movement of BEA (MPF) Asian Equity Fund.

- (f) **Before 1 October 2018:** 92% of MSCI Zhong Hua ex ADRs Index (NR) + 8% HSBC Holdings

Since 1 October 2018: FTSE MPF Hong Kong Index

The benchmark composition was changed from 1 October 2018 for better estimation of potential movement of BEA (MPF) Hong Kong Equity Fund.

- (g) **Before 1 October 2018:** 70% Citi WGBI HKD + 30% Citi WGBI HKD-Hedged

Since 1 October 2018: 65% FTSE WGBI HKD + 35% FTSE WGBI HKD-Hedged

The benchmark composition was changed from 1 October 2018 for better estimation of potential movement of BEA (MPF) Global Bond Fund.

- (h) **Before 1 October 2018:** 100% MSCI Golden Dragon ex ADRs Index (NR)

Since 1 October 2018: 100% FTSE MPF Greater China Index

The Benchmark composition was changed from 1 October 2018 for better estimation of potential movement of BEA (MPF) Greater China Equity Fund.

- (i) **Before 1 October 2018:** 100% MSCI Japan Index (NR)

Since 1 October 2018: 100% FTSE MPF Japan Hedged Index

The benchmark composition was changed from 1 October 2018 for better estimation of potential movement of BEA (MPF) Japan Equity Fund.

5 Financial risk management (continued)

(a) Market risk (continued)

(iii) Other price risk (continued)

Sensitivity analysis (continued)

Notes: (continued)

- (j) **Before 1 October 2018:** 100% MSCI Europe Index (NR)

Since 1 October 2018: 100% FTSE MPF Europe Hedged Index

The benchmark composition was changed from 1 October 2018 for better estimation of potential movement of BEA (MPF) European Equity Fund.

- (k) **Before 1 October 2018:** 100% MSCI AC World Index (NR)

Since 1 October 2018: 100% FTSE MPF All-World Hedged Index

The benchmark composition was changed from 1 October 2018 for better estimation of potential movement of BEA (MPF) Global Equity Fund.

- (l) **Before 1 October 2018:** 100% MSCI North America Index (NR)

Since 1 October 2018: 100% FTSE MPF USA Hedged Index

The benchmark composition was changed from 1 October for better estimation of potential movement of BEA (MPF) North American Equity Fund.

- (m) Relevant benchmark: 100% Hang Seng China Enterprise Total Return Index

- (n) Relevant benchmark: 100% Hang Seng Total Return Index

- (o) Relevant benchmark: 20% FTSE MPF All-World Index (HKD unhedged total return) + 77% Citi MPF World Government Bond Index (HKD hedged total return) + 3% cash or money market instruments providing a return at MPF Prescribed Savings Rate (HKD unhedged total return)*

- (p) Relevant benchmark: 60% FTSE MPF All-World Index (HKD unhedged total return) + 37% Citi MPF World Government Bond Index (HKD hedged total return) + 3% cash or money market instruments providing a return at MPF Prescribed Savings Rate (HKD unhedged total return)*

* Inclusive of re-investment of dividends/coupons/other incomes

Changes in market index % are revised annually depending on the Investment Manager's current view of market volatility and other relevant factors.

5 Financial risk management (continued)

(b) Credit risk

Credit risk is the risk that a counterparty will be unable to pay amounts in full when due. All sales of investments are settled on a delivery versus payment basis using approved brokers. The risk of default is considered minimal, as delivery of investments sold is only made when the Scheme's custodians have received payments.

For purchase, payments are made once investments have been received by the Scheme's custodians. The trade will fail if either party fails to meet their obligation.

The Investment Manager monitors the Scheme's credit position on a regular basis. The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of assets and liabilities.

At the reporting date, only BEA (MPF) Conservative Fund and BEA (MPF) RMB & HKD Money Market Fund held short-term deposits as investments. The credit quality of these short-term deposits are expressed as a percentage of investments below:

BEA (MPF) Conservative Fund

Portfolio by rating category of the issuer of short-term deposits

	2020	2019
Rating (S&P/Moody's)		
AA-/Aa3	9.42%	10.64%
A+/A1	20.86%	9.02%
A/A2	20.81%	40.76%
A-/A3	20.56%	22.18%
BBB+/Baa1	19.05%	17.40%
BBB/Baa2	9.30%	-
Total	100.00%	100.00%

BEA (MPF) RMB & HKD Money Market Fund

Portfolio by rating category of the issuer of short-term deposits

	2020	2019
Rating (S&P/Moody's)		
AA-/Aa3	9.45%	8.59%
A+/A1	8.85%	17.28%
A/A2	34.16%	37.39%
A-/A3	19.77%	19.88%
BBB+/Baa1	18.56%	16.86%
BBB/Baa2	9.21%	-
Total	100.00%	100.00%

5 Financial risk management (continued)

(b) Credit risk (continued)

The Scheme's investments are held by the custodians and the majority of the Scheme's cash is deposited with The Bank of East Asia, Limited and The Bank of New York Mellon (the "Banks"). Bankruptcy or insolvency of the custodians and the Banks may cause to Scheme's execution of their rights with respect to the assets held by the custodians and the Banks to be delayed or limited.

The Investment Manager monitors the credit quality of the custodians and the Banks on an on-going basis.

Other than the outlined above, there were no significant concentrations of credit risk at both 31 March 2020 and 2019.

Amounts arising from ECLs

Impairment on contributions receivables, interest receivables, bank balances, amounts receivable on sales of investments, amounts receivable on subscriptions and interest, dividend and other receivables has been measured on a 12-month expected loss basis and reflected the short maturities of the exposures. The Scheme considers that these exposures have low credit risk based on the external credit ratings of the counterparties.

The Scheme and its constituent funds monitor changes in credit risk on these exposures by tracking published external credit ratings of the counterparties and perform on-going review of the counterparties. The Investment Manager considers the probability of default to be close to zero as the counterparties have a strong capacity to meet their contractual obligations in the near term. There is no impairment allowance recognized on contributions receivables, interest receivables, bank balances, amounts receivable on sales of investments, amounts receivable on subscriptions and interest, dividend and other receivables.

(c) Liquidity risk

Liquidity risk is the risk that the Scheme and its constituent funds will encounter difficulty in meeting obligations associated with financial liabilities.

The Scheme and its constituent funds' policy is to regularly monitor current and expected liquidity requirements to ensure that it maintains sufficient reserves of cash and readily realisable investments to meet benefit payments and other liquidity requirements in the short and longer term.

The Scheme and its constituent funds invest the majority of assets in constituent funds, approved pooled investment funds and/or approved index-tracking collective investment schemes that could be readily converted into cash to meet its liquidity requirement.

As at 31 March 2020 and 2019, all the financial liabilities of the Scheme and its constituent funds are repayable on demand or due within three months.

6 Derivative financial instruments

Derivative financial instruments represent outstanding forward foreign exchange contracts. As at year end, BEA (MPF) Japan Equity Fund, BEA (MPF) European Equity Fund, BEA (MPF) Global Equity Fund and BEA (MPF) North American Equity Fund had outstanding forward foreign exchange contracts as follows:

As at 31 March 2020

BEA (MPF) Japan Equity Fund

<i>Contract to deliver</i>	<i>In exchange for</i>	<i>Settlement date</i>	<i>Fair value HK\$</i>
JPY 362,849,340	HKD 26,140,000	28 April 2020	<u>57,315</u>

BEA (MPF) European Equity Fund

<i>Contract to deliver</i>	<i>In exchange for</i>	<i>Settlement date</i>	<i>Fair value HK\$</i>
EUR 2,436,076	HKD 20,960,000	28 April 2020	217,431
GBP 792,751	HKD 7,620,000	28 April 2020	(9,366)
			<u>208,065</u>

BEA (MPF) Global Equity Fund

<i>Contract to deliver</i>	<i>In exchange for</i>	<i>Settlement date</i>	<i>Fair value HK\$</i>
USD 1,426,158	HKD 11,060,000	28 April 2020	<u>4,435</u>

BEA (MPF) North American Equity Fund

<i>Contract to deliver</i>	<i>In exchange for</i>	<i>Settlement date</i>	<i>Fair value HK\$</i>
USD 11,867,029	HKD 92,030,000	28 April 2020	<u>36,906</u>

6 Derivative financial instruments (continued)

As at 31 March 2019

BEA (MPF) Japan Equity Fund

<i>Contract to deliver</i>	<i>In exchange for</i>	<i>Settlement date</i>	<i>Fair value HK\$</i>
JPY 405,634,600	HKD 28,840,000	26 April 2019	<u>72,510</u>

BEA (MPF) European Equity Fund

<i>Contract to deliver</i>	<i>In exchange for</i>	<i>Settlement date</i>	<i>Fair value HK\$</i>
EUR 2,162,487	HKD 19,090,000	26 April 2019	21,394
GBP 1,233,324	HKD 12,730,000	26 April 2019	<u>101,909</u>
			<u>123,303</u>

BEA (MPF) Global Equity Fund

<i>Contract to deliver</i>	<i>In exchange for</i>	<i>Settlement date</i>	<i>Fair value HK\$</i>
USD 1,384,745	HKD 10,860,000	26 April 2019	<u>(1,207)</u>

BEA (MPF) North American Equity Fund

<i>Contract to deliver</i>	<i>In exchange for</i>	<i>Settlement date</i>	<i>Fair value HK\$</i>
USD 8,453,829	HKD 66,300,000	26 April 2019	<u>(7,369)</u>

7 Investments

(a) The Scheme

Investments in constituent funds

	2020 HK\$	2019 HK\$
BEA (MPF) Conservative Fund	1,475,243,305	1,476,035,016
BEA (MPF) Growth Fund	3,092,831,791	3,472,588,397
BEA (MPF) Balanced Fund	1,675,181,092	1,801,102,148
BEA (MPF) Stable Fund	1,845,090,734	1,883,616,349
BEA (MPF) Long Term Guaranteed Fund	701,426,054	725,469,697
BEA (MPF) Asian Equity Fund	743,013,702	865,708,519
BEA (MPF) Hong Kong Equity Fund	788,353,999	873,282,069
BEA (MPF) Global Bond Fund	330,492,273	274,085,382
BEA (MPF) Greater China Equity Fund	1,162,744,835	1,260,899,438
BEA (MPF) Japan Equity Fund	66,827,179	76,948,161
BEA (MPF) European Equity Fund	76,575,213	84,621,752
BEA (MPF) Global Equity Fund	219,800,755	217,869,624
BEA (MPF) North American Equity Fund	250,720,965	178,207,595
BEA China Tracker Fund	126,991,233	142,707,668
BEA Hong Kong Tracker Fund	212,954,356	206,090,558
BEA (MPF) RMB & HKD Money Market Fund	121,924,916	138,401,263
BEA (MPF) Age 65 Plus Fund	100,812,903	62,647,178
BEA (MPF) Core Accumulation Fund	236,121,623	150,535,894
Investments at fair value	<u>13,227,106,928</u>	<u>13,890,816,708</u>
Investments at cost	<u>11,851,330,562</u>	<u>11,334,125,608</u>

7 Investments (continued)

(b) Constituent funds

BEA (MPF) Conservative Fund

	2020 HK\$	2019 HK\$
Short-term deposits	1,395,044,410	1,394,510,619

BEA (MPF) Growth Fund

	2020 HK\$	2019 HK\$
Approved Pooled Investment Funds	1,901,547,118	1,928,321,909
Approved Index-Tracking Collective Investment Schemes	1,045,767,313	1,243,989,133
Investments	2,947,314,431	3,172,311,042

BEA (MPF) Balanced Fund

	2020 HK\$	2019 HK\$
Approved Pooled Investment Funds	1,206,080,789	1,221,673,184
Approved Index-Tracking Collective Investment Schemes	412,975,347	454,109,165
Investments	1,619,056,136	1,675,782,349

BEA (MPF) Stable Fund

	2020 HK\$	2019 HK\$
Approved Pooled Investment Funds	1,468,346,930	1,474,553,070
Approved Index-Tracking Collective Investment Schemes	287,871,445	270,210,983
Investments	1,756,218,375	1,744,764,053

7 Investments (continued)

(b) Constituent funds (continued)

BEA (MPF) Long Term Guaranteed Fund

	2020 HK\$	2019 HK\$
Approved Pooled Investment Fund	702,454,063	726,549,571

BEA (MPF) Asian Equity Fund

	2020 HK\$	2019 HK\$
Approved Pooled Investment Funds	720,125,246	851,081,069
Approved Index-Tracking Collective Investment Scheme	15,530,413	11,342,395
Investments	735,655,659	862,423,464

BEA (MPF) Hong Kong Equity Fund

	2020 HK\$	2019 HK\$
Approved Pooled Investment Fund	697,612,436	696,838,350
Approved Index-Tracking Collective Investment Scheme	86,647,050	172,151,700
Investments	784,259,486	868,990,050

BEA (MPF) Global Bond Fund

	2020 HK\$	2019 HK\$
Approved Pooled Investment Funds	321,708,374	266,743,603

BEA (MPF) Greater China Equity Fund

	2020 HK\$	2019 HK\$
Approved Pooled Investment Funds	1,157,583,613	1,253,540,025

7 Investments (continued)

(b) Constituent funds (continued)

BEA (MPF) Japan Equity Fund

	2020 HK\$	2019 HK\$
Approved Pooled Investment Fund	7,719,244	12,413,172
Approved Index-Tracking Collective Investment Schemes	57,977,200	63,327,159
Investments	65,696,444	75,740,331

BEA (MPF) European Equity Fund

	2020 HK\$	2019 HK\$
Approved Pooled Investment Fund	31,808,155	40,063,517
Approved Index-Tracking Collective Investment Schemes	43,338,191	42,194,241
Investments	75,146,346	82,257,758

BEA (MPF) Global Equity Fund

	2020 HK\$	2019 HK\$
Approved Pooled Investment Fund	185,096,567	181,671,045
Approved Index-Tracking Collective Investment Schemes	30,698,162	30,215,265
Investments	215,794,729	211,886,310

BEA (MPF) North American Equity Fund

	2020 HK\$	2019 HK\$
Approved Index-Tracking Collective Investment Schemes	244,334,428	173,348,854

7 Investments (continued)

(b) Constituent funds (continued)

BEA China Tracker Fund

	2020 HK\$	2019 HK\$
Approved Index-Tracking Collective Investment Scheme	126,560,960	142,715,000

Hong Kong Tracker Fund

	2020 HK\$	2019 HK\$
Approved Index-Tracking Collective Investment Scheme	212,467,725	206,094,000

BEA (MPF) RMB & HKD Money Market Fund

	2020 HK\$	2019 HK\$
Short-term deposits	114,775,687	127,457,478

BEA (MPF) Age 65 Plus Fund

	2020 HK\$	2019 HK\$
Approved Pooled Investment Fund	100,518,042	62,624,037

BEA (MPF) Core Accumulation Fund

	2020 HK\$	2019 HK\$
Approved Pooled Investment Fund	236,204,094	150,667,748
Total investments at fair value	12,810,793,002	13,198,406,292
Total investments at cost	11,765,067,736	11,127,780,575

8 Bank balances

As at 31 March 2020, the Scheme placed bank deposits amounted to HK\$12,613,831 (2019: HK\$12,525,263).

Reconciliation of liability arising from financing activities

The table below details changes in the Scheme's liability from financing activities, including both cash and non-cash changes. Liability arising from financing activities is liability for which cash flows were, or future cash flows will be, classified in the cash flow statement as cash flows from financing activities.

	<i>Benefits payable</i>	
	2020	2019
	HK\$	HK\$
As at beginning of the year	53,051,874	76,780,349
Benefits	408,980,194	395,408,375
Transfer out	787,233,884	967,847,004
Long service payments and severance payments	86,744,066	76,257,327
Benefits paid, transfer out, long service payments and severance payments paid	(1,291,576,149)	(1,463,241,181)
As at the end of the year	44,433,869	53,051,874

9 Net gain/(loss) on constituent funds/investments

(a) The Scheme

	2020	2019
	HK\$	HK\$
Change in unrealised loss in value of constituent funds	(1,180,914,734)	(728,002,917)
Realised gain on sale of constituent funds	321,017,332	362,692,216
Net loss on investments in constituent funds	(859,897,402)	(365,310,701)

9 Net gain/(loss) on constituent funds/investments (continued)

(b) Constituent funds

	<i>BEA (MPF) Conservative Fund</i>		<i>BEA (MPF) Growth Fund</i>		<i>BEA (MPF) Balanced Fund</i>		<i>BEA (MPF) Stable Fund</i>		<i>BEA (MPF) Long Term Guaranteed Fund</i>	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
Change in unrealised (loss)/gain in value of investment	-	-	(374,501,581)	(322,252,586)	(121,650,261)	(103,483,432)	(53,915,909)	(57,842,810)	(13,900,262)	605,498
Realised gain on sale of investments	-	-	75,334,931	232,089,880	34,028,053	77,018,542	29,122,725	46,771,048	18,861,374	16,164,300
Net (loss)/gain on investments	-	-	(299,166,650)	(90,162,706)	(87,622,208)	(26,464,890)	(24,793,184)	(11,071,762)	4,961,112	16,769,798

	<i>BEA (MPF) Asian Equity Fund</i>		<i>BEA (MPF) Hong Kong Equity Fund</i>		<i>BEA (MPF) Global Bond Fund</i>		<i>BEA (MPF) Greater China Equity Fund</i>		<i>BEA (MPF) Japan Equity Fund</i>	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
Change in unrealised (loss)/gain in value of investments	(107,261,246)	(101,762,443)	(120,638,552)	(59,540,925)	12,374,456	1,774,617	(83,556,245)	(113,483,218)	(7,962,573)	(8,549,286)
Realised gain on sale of investments	7,197,650	12,172,849	12,021,417	23,130,151	1,274,863	416,014	30,274,135	38,060,411	411,424	106,294
Net (loss)/gain on investments	(100,063,596)	(89,589,594)	(108,617,135)	(36,410,774)	13,649,319	2,190,631	(53,282,110)	(75,422,807)	(7,551,149)	(8,442,992)

	<i>BEA (MPF) European Equity Fund</i>		<i>BEA (MPF) Global Equity Fund</i>		<i>BEA (MPF) North American Equity Fund</i>		<i>BEA China Tracker Fund</i>		<i>BEA Hong Kong Tracker Fund</i>	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
Change in unrealised (loss)/gain in value of investments	(14,825,241)	(10,692,255)	(27,176,772)	4,503,875	(31,518,796)	8,702,251	(22,035,106)	(7,331,044)	(45,388,203)	(9,521,516)
Realised (loss)/gain on sale of investments	(458,320)	2,552,972	-	527,978	336,803	1,782,446	(631,515)	387,924	2,190,078	4,374,216
Net (loss)/gain on investments	(15,283,561)	(8,139,283)	(27,176,772)	5,031,853	(31,181,993)	10,484,697	(22,666,621)	(6,943,120)	(43,198,125)	(5,147,300)

9 Net gain/(loss) on constituent funds/investments (continued)

(b) Constituent funds (continued)

	<i>BEA (MPF) RMB & HKD Money Market Fund</i>	
	2020 HK\$	2019 HK\$
Change in unrealised gain/(loss) in value of investments	-	-
Realised gain/(loss) on sale of investments	-	-
Net gain/(loss) on investments	-	-

	<i>BEA (MPF) Age 65 Plus Fund</i>	
	2020 HK\$	2019 HK\$
Change in unrealised gain in value of investments	1,363,055	1,991,813
Realised gain on sale of investments	667,914	120,984
Net gain on investments	2,030,969	2,112,797

	<i>BEA (MPF) Core Accumulation Fund</i>	
	2020 HK\$	2019 HK\$
Change in unrealised (loss)/gain in value of investments	(12,632,363)	4,226,566
Realised gain on sale of investments	314,693	209,080
Net (loss)/gain on investments	(12,317,670)	4,435,646

10 Transactions with related parties

The following is a summary of material transactions with related parties during the year. All transactions were entered into during the ordinary course of business and under normal commercial terms.

(a) Sponsor's fees

Sponsor's fees as described in the financial statements correspond to management fees of constituent funds as stated in the MPF Scheme Brochure of the Scheme.

10 Transactions with related parties (continued)

(a) Sponsor's fees (continued)

The Sponsor, The Bank of East Asia, Limited, is entitled to receive a Sponsor's fees, which are inclusive of the fees payable to the Trustee and the Investment Manager and the Sponsor will pay the fees of the Trustee and Investment Manager out of its own fee. The Sponsor may share any fees it receives with distributors or agents procuring subscriptions to the Scheme. The fees payable to the Trustee are inclusive of administration and custody fees payable to the Trustee in its capacity as the Administrator and Custodian (but, exclusive of fees payable to sub-custodians which will be paid from the assets of the Scheme). The fee is calculated and accrued on each valuation day and payable monthly in arrears.

The breakdown of Sponsor's fees payable out of the constituent funds is as follows:

Name of Constituent Fund	Sponsor ⁽³⁾ (p.a. of NAV)	Trustee/ Administrator/ Custodian ⁽³⁾ (p.a. of NAV)	Investment Manager ⁽³⁾ (p.a. of NAV)	Total (p.a. of NAV)
BEA (MPF) Conservative Fund ⁽¹⁾	0.03%	0.45%	0.31%	0.79%
BEA (MPF) Growth Fund	0.44%	0.45%	0.31%	1.20%
BEA (MPF) Balanced Fund	0.44%	0.45%	0.31%	1.20%
BEA (MPF) Stable Fund	0.44%	0.45%	0.31%	1.20%
BEA (MPF) Asian Equity Fund	0.44%	0.45%	0.31%	1.20%
BEA (MPF) Hong Kong Equity Fund	0.44%	0.45%	0.31%	1.20%
BEA (MPF) Global Bond Fund	0.23%	0.45%	0.31%	0.99%
BEA (MPF) Greater China Equity Fund	0.44%	0.45%	0.31%	1.20%
BEA (MPF) Japan Equity Fund	0.415%	0.45%	0.31%	1.175%
BEA (MPF) European Equity Fund	0.415%	0.45%	0.31%	1.175%
BEA (MPF) Global Equity Fund	0.415%	0.45%	0.31%	1.175%
BEA (MPF) North American Equity Fund	0.415%	0.45%	0.31%	1.175%
BEA China Tracker Fund	0.03%	0.26%	0.31%	0.60%
BEA Hong Kong Tracker Fund	0.03%	0.26%	0.31%	0.60%
BEA (MPF) RMB & HKD Money Market Fund	0.03%	0.45%	0.31%	0.79%
BEA (MPF) Age 65 Plus Fund ⁽²⁾	0.295%	0.295%	0.16%	0.75%
BEA (MPF) Core Accumulation Fund ⁽²⁾	0.295%	0.295%	0.16%	0.75%

⁽¹⁾ For BEA (MPF) Conservative Fund, the Sponsor's fee is only deducted when the net investment return exceeds the prescribed savings rate prescribed by the Mandatory Provident Fund Schemes Authority. The maximum amount deducted must not exceed the excess between the net investment return and the prescribed savings rate subject to a maximum fee equal to 0.79% per annum of the net asset value of the constituent fund.

⁽²⁾ For BEA (MPF) Age 65 Plus Fund and BEA (MPF) Core Accumulation Fund, Sponsor's fees payable can only be charged as a percentage of the net asset value of the fund. These Sponsor's fees are also subject to a statutory daily limit of 0.75% per annum of the net asset value of the relevant constituent fund which applies across both the constituent fund and the underlying funds.

⁽³⁾ The fees payable to the Trustee are for its trustee and administrative functions, while the fees payable to the Investment Manager are for its investment management functions. As for the Sponsor, its fees are for its services related to product support, dissemination of MPF marketing materials and product development activities.

10 Transactions with related parties (continued)

(a) Sponsor's fees (continued)

The Sponsor's fees charged for the year are disclosed in the statement of comprehensive income. As at 31 March, the Sponsor's fees payables were as follows:

	2020 HK\$	2019 HK\$
BEA (MPF) Growth Fund	3,289,860	3,519,422
BEA (MPF) Balanced Fund	1,781,247	1,825,183
BEA (MPF) Stable Fund	1,959,099	1,903,554
BEA (MPF) Asian Equity Fund	803,531	871,486
BEA (MPF) Hong Kong Equity Fund	819,982	883,606
BEA (MPF) Global Bond Fund	293,034	227,449
BEA (MPF) Greater China Equity Fund	1,229,670	1,270,967
BEA (MPF) Japan Equity Fund	69,082	76,408
BEA (MPF) European Equity Fund	79,515	84,486
BEA (MPF) Global Equity Fund	225,053	215,359
BEA (MPF) North American Equity Fund	253,572	174,678
BEA China Tracker Fund	65,710	73,038
BEA Hong Kong Tracker Fund	108,798	103,111
BEA (MPF) RMB & HKD Money Market Fund	84,155	91,483
BEA (MPF) Age 65 Plus Fund	66,105	38,933
BEA (MPF) Core Accumulation Fund	153,499	92,976

10 Transactions with related parties (continued)

(b) Investment management fees

All constituent funds other than BEA (MPF) Long Term Guaranteed Fund are managed by the Investment Manager. No investment manager has been appointed for BEA (MPF) Long Term Guaranteed Fund as it is a feeder fund investing in a single approved pooled investment fund managed by Principal Asset Management Company (Asia) Limited.

Except for BEA (MPF) Long Term Guaranteed Fund, no separate investment management fees are charged as they are paid out of the Sponsor's fees.

For BEA (MPF) Long Term Guaranteed Fund, the investment management fee is shared by Principal Asset Management Company (Asia) Limited, the Trustee and the Sponsor. The fees payable to the Trustee are inclusive of administration and custody fees payable to the Trustee in its capacity as the Administrator and Custodian (but, exclusive of fee payable to sub-custodians which will be paid from the assets of the Scheme). The fee is calculated and accrued on each valuation day and payable monthly in arrears.

The investment management fees charged for the year are disclosed in the statement of comprehensive income. As at 31 March 2020, the investment management fees payable was HK\$1,028,009 (2019: HK\$1,079,874).

The breakdown of investment management fees payable out of the constituent fund is as follows:

Name of Constituent Fund	Sponsor ⁽²⁾ (p.a. of NAV)	Trustee/Administrator /Custodian ⁽²⁾ (p.a. of NAV)	Investment Manager ⁽²⁾ (p.a. of NAV)	Total (p.a. of NAV)
BEA (MPF) Long Term Guaranteed Fund ⁽¹⁾	Up to 0.05%	0.45%	1.00%	Up to 1.50%

⁽¹⁾ The Sponsor has determined that the total fees payable out of the BEA (MPF) Long Term Guaranteed Fund (being the aggregate of the fees payable to the Sponsor and the investment manager of the Principal Long Term Guaranteed Fund) will not exceed 1.50% per annum of the net asset value of the BEA (MPF) Long Term Guaranteed Fund. If the total fees payable out of BEA (MPF) Long Term Guaranteed Fund would exceed this amount, the Sponsor will reduce its fee accordingly.

⁽²⁾ The fees payable to the Trustee are for its trustee and administrative functions, while the fees payable to the investment manager are for its investment management functions. As for the Sponsor, its fees are for its services related to product support, dissemination of MPF materials and product development activities.

(c) Trustee/ Administrator/ Custodian fees

No separate trustee/ administrator/ custodian fees are charged as they are paid out of the Sponsor's fees for all constituent funds other than BEA (MPF) Long Term Guaranteed Fund and investment management fees for BEA (MPF) Long Term Guaranteed Fund.

10 Transactions with related parties (continued)

(e) Investments (continued)

As at year end, the following constituent funds held short-term deposits with The Bank of East Asia, Limited, the ultimate controlling party of the Trustee, as follows:

	BEA (MPF) Conservative Fund			
	2020		2019	
	Nominal value HK\$	Fair value HK\$	Nominal value HK\$	Fair value HK\$
Bank of East Asia, Limited F/D 1.70% 17 June 2019	-	-	15,591,052	15,591,052
Bank of East Asia, Limited F/D 1.75% 24 June 2019	-	-	9,506,984	9,506,984
Bank of East Asia, Limited F/D 1.75% 24 June 2019	-	-	9,006,280	9,006,280
Bank of East Asia, Limited F/D 2.40% 04 May 2020	9,695,154	9,695,154	-	-
Bank of East Asia, Limited F/D 2.40% 04 May 2020	9,184,539	9,184,539	-	-
	<u>18,879,693</u>	<u>18,879,693</u>	<u>34,104,316</u>	<u>34,104,316</u>

	BEA (MPF) RMB & HKD Money Market Fund			
	2020		2019	
	Nominal value HK\$	Fair value HK\$	Nominal value HK\$	Fair value HK\$
Bank of East Asia, Limited F/D 1.41% 16 June 2020	<u>1,458,576</u>	<u>1,458,576</u>	<u>-</u>	<u>-</u>

Interest income derived from short-term deposits during the year ended 31 March 2020 amounted to HK\$493,653 (2019: HK\$973,838).

(f) Brokerage commission

No brokerage commission was paid to brokers who are associates or delegates of the Trustee or the Investment Manager during the years ended 31 March 2020 and 2019.

11 Transactions with associates

All the transactions with associates as defined in the Hong Kong Mandatory Provident Fund Schemes Ordinance and the "Guidelines on Annual Statements of Registered Schemes" Annex C section I(D)(2) issued by the MPFA have been included in transaction with related parties as set out in note 10.

12 Contributions received and receivable

Mandatory contributions for both the employers and members are equal to 5% of the members' relevant income up to HK\$30,000 per month but in respect of members earning less than HK\$7,100 per month, the members' mandatory contribution is nil.

Self-employed persons must contribute 5% of their relevant income subject to a maximum contribution of HK\$1,500 per month to the Scheme unless their relevant income is less than HK\$7,100 per month.

12 Contributions received and receivable (continued)

Any contributions made to the Scheme by the employers or members in excess of their mandatory contributions are voluntary contributions (including tax deductible voluntary contributions effective from 1 April 2019). The maximum tax deductible limit per year of assessment for tax deductible voluntary contributions in the year of assessment 2019/2020 is HK\$60,000.

The Employee Choice Arrangement (the “ECA”) has been launched by the MPFA with effect from 1 November 2012. The ECA allows members to opt to transfer the member’s portion of the mandatory contributions and investment returns (i.e. the accrued benefits) in their contribution accounts to an MPF trustee and scheme of their own choice once a year. Alternatively, members do not have to make any change. They can retain the accrued benefits in the original MPF scheme selected by their employers.

13 Benefits paid and payable

Members will become entitled to benefits in respect of mandatory contributions and tax deductible voluntary contributions (effective from 1 April 2019) to the Scheme in the circumstances set out in the MPF Ordinance. Currently, these circumstances include where the members (i) reach the age of 65; (ii) permanently cease employment or self-employment, after reaching the age of 60 or cease employment or self-employment as a result of total incapacity; (iii) have a terminal illness; (iv) permanently depart from Hong Kong; (v) die or (vi) have the right to claim a small balance pursuant to the MPF Ordinance.

Members will become entitled to benefits in respect of contractual voluntary contributions to the Scheme in the circumstances set out in the Trust Deed and the relevant participation agreement.

14 Bank loans, overdrafts and other borrowings

The Scheme and its constituent funds had no bank loans, overdrafts and other borrowings as at 31 March 2020 and 2019.

15 Taxation

The Scheme is registered under the MPF Ordinance and is therefore a recognised scheme for the purposes of Hong Kong Profits Tax. The policy of the Hong Kong Inland Revenue Department (“IRD”), as set out in IRD Practice Note No. 23 is that “recognised retirement schemes and their trustees are not considered to be subject to profits tax on their investment income”. Accordingly, no provision for Hong Kong Profits Tax has been made in the Scheme’s financial statements.

Non-recoverable overseas withholding tax was charged on certain dividend received during the year.

16 Soft commission arrangements

During the year ended 31 March 2020, the Investment Manager and its delegates did not enter into any soft commission arrangements with brokers relating to dealings in the assets of the Scheme and its constituent funds (2019: HK\$Nil).

17 Security lending arrangements

During the year ended 31 March 2020, the Scheme and its constituent funds did not enter into any security lending arrangements (2019: HK\$Nil).

18 Negotiability of assets

As at 31 March 2020, there were no statutory or contractual requirements restricting the negotiability of the assets of the Scheme and its constituent funds (2019: HK\$Nil).

19 Commitments

As at 31 March 2020, the Scheme and its constituent funds had no commitments (2019: HK\$Nil).

20 Contingent liabilities and capital commitment

As at 31 March 2020, there were no contingent liabilities or capital commitments outstanding for the Scheme and its constituent funds (2019: HK\$Nil).

21 Marketing expenses

During the year ended 31 March 2020, there have been no advertising expenses, promotional expenses or commissions or brokerage fees paid and payable to the MPF intermediaries deducted from the Scheme and its constituent funds (2019: HK\$Nil).

22 Segment information

The CODM makes the strategic resource allocation on behalf of the Scheme and determines the operating segments based on the internal reporting used to make strategic decisions. The CODM's asset allocation decisions for the Scheme are based on the investment objective, investment strategy and the performance of each constituent fund. Accordingly the CODM considers that the Scheme has 18 operating segments. The investment objectives and the investment portfolios of the constituent funds are presented in the investment report. Other segmental information of the constituent funds are presented in these financial statements.

The internal reporting provided to the CODM is the same as that disclosed in these financial statements.

23 Involvement with unconsolidated structured entities

The Scheme has concluded that approved pooled investment funds and approved index-tracking collective investment schemes in which its constituent funds invest but are not consolidated by the constituent funds meet the definition of structured entities because:

- the voting rights in the investment funds are not dominant rights in deciding who controls them as they relate to administrative tasks only;
- each investment fund's activities are restricted by its prospectus; and
- the investment funds have narrow and well-defined objectives to provide investment opportunities to investors.

The table below describes the types of structured entities that the constituent funds do not consolidate but in which they hold an interest.

<i>Type of structured entity</i>	<i>Nature and purpose</i>	<i>Interest held by the constituent funds</i>
Investment funds	To invest on behalf of third party investors These vehicles are financed through the issues of units to investors	Investments in units issued by the investment funds

The table below sets out interests held by the constituent funds in unconsolidated structured entities. The maximum exposure to loss is the carrying amount of the financial assets held by the constituent funds.

As at 31 March 2020

	<i>Number of investee funds</i>	<i>Total net assets</i> HK\$ (in millions)	<i>Carrying amount included in "investments"</i> HK\$ (in millions)
BEA (MPF) Growth Fund			
- Approved Pooled Investment Funds	10	18,774	1,902
- Approved Index-Tracking Collective Investment Schemes	7	2,021,083	1,046
BEA (MPF) Balanced Fund			
- Approved Pooled Investment Funds	10	18,774	1,206
- Approved Index-Tracking Collective Investment Schemes	7	2,021,083	413

23 Involvement with unconsolidated structured entities (continued)

As at 31 March 2020 (continued)

	Number of investee funds	Total net assets HK\$ (in millions)	Carrying amount included in "investments" HK\$ (in millions)
BEA (MPF) Stable Fund			
– Approved Pooled Investment Funds	10	18,774	1,468
– Approved Index-Tracking Collective Investment Schemes	7	2,021,083	288
BEA (MPF) Long Term Guaranteed Fund			
– Approved Pooled Investment Fund	1	3,724	702
BEA (MPF) Asian Equity Fund			
– Approved Pooled Investment Funds	2	2,129	720
– Approved Index-Tracking Collective Investment Scheme	1	14,547	16
BEA (MPF) Hong Kong Equity Fund			
– Approved Pooled Investment Fund	1	2,841	698
– Approved Index-Tracking Collective Investment Scheme	1	79,675	87
BEA (MPF) Global Bond Fund			
– Approved Pooled Investment Funds	2	7,733	322
BEA (MPF) Greater China Equity Fund			
– Approved Pooled Investment Funds	2	4,563	1,158

23 Involvement with unconsolidated structured entities (continued)

As at 31 March 2020 (continued)

	Number of investee funds	Total net assets HK\$ (in millions)	Carrying amount included in "investment" HK\$ (in millions)
BEA (MPF) Japan Equity Fund			
– Approved Pooled Investment Fund	1	6,853	8
– Approved Index-Tracking Collective Investment Scheme	1	68,926	58
BEA (MPF) European Equity Fund			
– Approved Pooled Investment Fund	1	1,606	32
– Approved Index-Tracking Collective Investment Schemes	2	24,304	43
BEA (MPF) Global Equity Fund			
– Approved Pooled Investment Funds	2	4,322	185
– Approved Index-Tracking Collective Investment Schemes	5	1,936,627	31
BEA (MPF) North American Equity Fund			
– Approved Index-Tracking Collective Investment Schemes	2	3,094,693	244
BEA China Tracker Fund			
– Approved Index-Tracking Collective Investment Scheme	1	21,500	127
BEA Hong Kong Tracker Fund			
– Approved Index-Tracking Collective Investment Scheme	1	79,675	212

23 Involvement with unconsolidated structured entities (continued)

As at 31 March 2020 (continued)

	<i>Number of investee funds</i>	<i>Total net assets HK\$ (in millions)</i>	<i>Carrying amount included in "investment" HK\$ (in millions)</i>
BEA (MPF) Age 65 Plus Fund			
– Approved Pooled Investment Fund	1	537	101
BEA (MPF) Core Accumulation Fund			
– Approved Pooled Investment Fund	1	1,126	236

As at 31 March 2019

	<i>Number of investee funds</i>	<i>Total net assets HK\$ (in millions)</i>	<i>Carrying amount included in "investments" HK\$ (in millions)</i>
BEA (MPF) Growth Fund			
– Approved Pooled Investment Funds	10	18,501	1,928
– Approved Index-Tracking Collective Investment Schemes	6	2,309,661	1,244
BEA (MPF) Balanced Fund			
– Approved Pooled Investment Funds	10	18,501	1,222
– Approved Index-Tracking Collective Investment Schemes	6	2,309,661	454

23 Involvement with unconsolidated structured entities (continued)

As at 31 March 2019 (continued)

	Number of investee funds	Total net assets HK\$ (in millions)	Carrying amount included in "investments" HK\$ (in millions)
BEA (MPF) Stable Fund			
– Approved Pooled Investment Funds	10	18,501	1,475
– Approved Index-Tracking Collective Investment Schemes	6	2,309,661	270
BEA (MPF) Long Term Guaranteed Fund			
– Approved Pooled Investment Fund	1	3,701	727
BEA (MPF) Asian Equity Fund			
– Approved Pooled Investment Funds	2	2,286	851
– Approved Index-Tracking Collective Investment Scheme	1	19,791	11
BEA (MPF) Hong Kong Equity Fund			
– Approved Pooled Investment Fund	1	2,864	697
– Approved Index-Tracking Collective Investment Scheme	1	90,525	172
BEA (MPF) Global Bond Fund			
– Approved Pooled Investment Funds	2	6,899	267
BEA (MPF) Greater China Equity Fund			
– Approved Pooled Investment Funds	2	4,701	1,254
BEA (MPF) Japan Equity Fund			
– Approved Pooled Investment Funds	1	7,595	12
– Approved Index-Tracking Collective Investment Scheme	1	106,798	63

23 Involvement with unconsolidated structured entities (continued)

As at 31 March 2019 (continued)

	Number of investee funds	Total net assets HK\$ (in millions)	Carrying amount included in "investment" HK\$ (in millions)
BEA (MPF) European Equity Fund			
– Approved Pooled Investment Fund	1	1,838	40
– Approved Index-Tracking Collective Investment Schemes	2	30,182	42
BEA (MPF) Global Equity Fund			
– Approved Pooled Investment Funds	2	4,066	182
– Approved Index-Tracking Collective Investment Schemes	5	2,219,136	30
BEA (MPF) North American Equity Fund			
– Approved Index-Tracking Collective Investment Schemes	2	3,403,464	173
BEA China Tracker Fund			
– Approved Index-Tracking Collective Investment Scheme	1	27,293	143
BEA Hong Kong Tracker Fund			
– Approved Index-Tracking Collective Investment Scheme	1	90,525	206
BEA (MPF) Age 65 Plus Fund			
– Approved Pooled Investment Fund	1	455	63
BEA (MPF) Core Accumulation Fund			
– Approved Pooled Investment Fund	1	860	151

During the year, the constituent funds did not provide financial support to the unconsolidated structured entities and have no intention of providing financial or other support.

The constituent funds can redeem units in their investment funds on a daily basis.

24 Payments charged to default investments strategy constituent funds or scheme members who invest in the constituent funds

BEA (MPF) Age 65 Plus Fund and BEA (MPF) Core Accumulation Fund are designated as default investment strategy ("DIS") constituent funds with effect from 1 April 2017. Payments for services, out-of-pocket expenses and other payments charged to the DIS constituent funds are disclosed below. Payments for services and out-of-pocket expenses are those defined in the MPF Ordinance.

During the year ended 31 March 2020

	BEA (MPF) Age 65 Plus Fund HK\$	BEA (MPF) Core Accumulation Fund HK\$
(a) Payments for services		
Sponsor's fees	631,980	1,539,635
Total payments for services	631,980	1,539,635
(b) Out-of-pocket expenses		
Professional indemnity insurance	1,903	4,377
Auditor's remuneration	35,658	52,809
Legal and other professional fees	113	268
Printing and postage expenses	16,287	39,009
Fund price publication expenses	14,594	14,594
Miscellaneous expenses	5,468	5,468
Total out-of-pocket expenses	74,023	116,525
(c) Payments other than (a) and (b) above	-	-
Total payments	706,003	1,656,160
Out-of-pocket expenses expressed as a percentage of net asset value of the DIS constituent funds	0.086%	0.056%

The net asset value used for calculating the percentage is the average of the net asset value of the DIS constituent funds as at the last dealing day of each month during the year ended 31 March 2020.

24 Payments charged to default investments strategy constituent funds or scheme members who invest in the constituent funds (continued)

During the year ended 31 March 2019

	BEA (MPF) Age 65 Plus Fund HK\$	BEA (MPF) Core Accumulation Fund HK\$
(a) Payments for services		
Sponsor's fees	355,767	810,287
Total payments for services	355,767	810,287
(b) Out-of-pocket expenses		
Professional indemnity insurance	945	2,259
Auditor's remuneration	12,254	54,510
Printing and postage expenses	6,167	13,895
Fund price publication expenses	14,594	14,594
Miscellaneous expenses	5,468	5,468
Total out-of-pocket expenses	39,428	90,726
(c) Payments other than (a) and (b) above	-	-
Total payments	395,195	901,013
Out-of-pocket expenses expressed as a percentage of net asset value of the DIS constituent funds	0.081%	0.081%

The net asset value used for calculating the percentage is the average of the net asset value of the DIS constituent funds as at the last dealing day of each month during the year ended 31 March 2019.

25 Non-adjusting event after the reporting period

In early 2020, the global commercial activities were impacted by the emergence and rapid spread of the novel Coronavirus ("COVID-19"), which was declared a pandemic by the World Health Organization ("WHO") on 11 March 2020. Disruptions caused by the COVID-19 pandemic are impacting the global economy, which has resulted in significant volatility in financial markets worldwide. The effect of COVID-19 remains an emerging and rapidly evolving issue, leading to a high degree of volatility and uncertainty. The Trustee has made an assessment of the impact of COVID-19 and was not aware of any material financial impact to the Financial Statements as at 31 March 2020 as a result of this subsequent event. The Trustee will continue to remain alert to the development of the COVID-19 outbreak and closely monitor its impact on the service providers of the Scheme based on existing business continuity measures.

Other than those disclosed above, no subsequent events have occurred that would require adjustment or disclosure and have a material effect on the Financial Statements as at 31 March 2020.

26 Possible impact of amendments, new standards and interpretations issued but not yet effective for the year ended 31 March 2020

Up to the date of issue of these financial statements, the HKICPA has issued a number of amendments and new standards which are not yet effective for the year ended 31 March 2020 and which have not been adopted in these financial statements. These include the following which may be relevant to the Scheme and its constituent funds.

*Effective for
accounting periods
beginning on or after*

Amendments to HKAS 1 and HKAS 8, *Definition of material*

1 January 2020

The Trustee is in the process of making an assessment of what the impact of these amendments, new standard and interpretations is expected to be in the period of initial application. So far the Trustee has concluded that the adoption of them is unlikely to have a significant impact on the financial statements.