



BEA (MPF) Master Trust Scheme

31 March 2023

Contents	Page(s)
Scheme report	1 - 4
Investment report	
- Investment analysis	5 - 8
- Trustee's commentary	9 - 20
- Investment objectives and policies of the Scheme and the constituent funds	21 - 36
- Investment income and performance	37 - 39
- Breakdown of income derived from investments and bank balances	40 - 41
- Performance table	42 - 45
- Investment portfolio	46 - 69
- Statement of movements in investment portfolio	70 - 90
Independent auditor's report	91 - 94
Independent auditor's assurance report	95 - 97
Master Trust Scheme	
- Statement of changes in net assets available for benefits	98 - 99
- Statement of net assets available for benefits	100
- Cash flow statement	101
Constituent funds	
- Statement of comprehensive income	102 - 103
- Statement of assets and liabilities	104 - 107
- Statement of changes in net assets attributable to members	108 - 109
Notes to the financial statements	110 - 159

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 2023.

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 between The Bank of East Asia, Limited as sponsor and Bank of East Asia (Trustees) Limited as trustee (the “Trustee”). There have been no amendments to the trust deed other than the variations made on 23 October 2000, 13 November 2001, 11 July 2002, 1 December 2004, 21 December 2005, 6 July 2009, 1 June 2011, 1 November 2012, 18 December 2015, 12 December 2016, 10 January 2018, 18 April 2019, 9 April 2020 and 23 August 2023 (“as amended”). 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 and severance payments and other payments during the year were HK\$1,429.8 million (2022: HK\$1,560.5 million) and HK\$1,221.8 million (2022: HK\$1,850.5 million) respectively. The net asset value as at 31 March 2023 was HK\$14,131.2 million (2022: HK\$15,108.1 million).

Changes to the governing rules

The MPF Scheme Brochure was amended during the year to reflect the changes associated with:

- Change of the fees and charges deduction method for BEA (MPF) Conservative Fund from member level deduction to fund level deduction effective from 1 April 2022.

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 2023 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

Adrian David Li Man Kiu
Tong Hon Shing

Joseph Pang Yuk Wing

Ng Kai Man

(Appointed on 1 August 2023)

Wan Chi Tak

(Resigned on 30 December 2022)

Henry Chan Cho Yip

Cheung Man Kok

Winnie Cheung Chi Woon

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
Gunter Karl HAUEISEN
Samson Li Kai Cheong
Eleanor Wan Yuen Yung
André HAAGMANN

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
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
Delman Lee
William Junior Guilherme DOO
David Mong Tak Yeung
Francisco Javier SERRADO TREPAT

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 2023

Investment analysis

United States

- The US market was dominated by inflation, rate hikes and recessionary worries in 2022. To curb a 40-year high inflation fuelled by the pandemic, the Fed pledged to lower it by raising interest rates. Last year alone, the central bank hiked rates seven times. After hitting a peak of 9.1% in June, US inflation closed out in 2022 at 6.5%. Back-to-back cumulative increase in rates stoked market fear that the Fed might have gone too far, choking economic growth and pushing the country into a recession. Lingering recession worries pushed short-term US treasury yields higher, leaving the yield curve inverted most of the time. Higher interest rates, on the other hand, pushed the greenback substantially higher, rising 12% in 2022.
- Following a year of volatility, the S&P 500 ended the year 2022 by 19.44% lower. Rate-sensitive growth stocks took the biggest hit with the tech-heavy NASDAQ plunging about 33%. Second-quarter corporate results came in better than expected, while third-quarter earnings were relatively flattish. Select sectors started to show pressure in profitability towards the end of the year and recession worries replaced inflation as the market's biggest unknown. The series of bank failure including US Silicon Valley Bank and Credit Suisse headline have triggered huge market volatility in March 2023, and is also likely to have a dampening impact on credit lending and financial condition in the US. With the announcement of the Bank Term Funding Program, the Fed will provide liquidity to stabilize the market confidence.

Europe

- European equities were bruised in 2022. The pan-European Stoxx 600 index ended the year down about 13%, hammered by elevated inflation, the Russia-Ukraine war, high commodities prices and tightening monetary policy that buoyed recessionary concerns. Russia's invasion of Ukraine pushed food and energy prices through the roof. Russia has cut off most gas supplies to Europe, severely disrupting global oil & gas supplies and sending inflation to new highs. Headline inflation for the eurozone ended at 9.2% in December, easing from the peak of 10.6% in October. Germany, the eurozone's largest economy, also saw consumer prices easing during the period as a result of weaker-than-expected energy demand, thanks to a milder-than-anticipated winter.
- To rein in inflation, the European Central Bank lifted rates four times last year, narrowing a rate differential between Europe and the US. This lent some support to the euro after the currency was battered for most of the year of 2022, tanking to a 20-year low of \$0.95 against the USD in September 2022 when market expected the worst of an energy crisis from the fallout of the Russia-Ukraine war. The series of bank failure including US Silicon Valley Bank and Credit Suisse headline have triggered huge market volatility in March 2023. With Credit Suisse's takeover deal by UBS being announced, the market concerns on financial sector continued to ease, driving the stock market to rebound strongly in the second half of March.

Investment report for the year ended 31 March 2023 (continued)

Investment analysis (continued)

Japan

- Japan had been one of the outliers to continue with an ultra-loose monetary policy in 2022, when world central banks were busy unwinding the liquidity that flooded markets during the pandemic. To support a sluggish economy, the Bank of Japan had been keeping interest rates low when the Fed was aggressively hiking rates. The widening rate differential prompted the yen to tank drastically. In October, the yen depreciated below the psychological key level of 150 to the dollar, a new 32-year low, prompting interventions from the Bank of Japan to prop up the yen. Partly contributed by the currency weakness, Japan's inflation rose to 4% in December, the highest since January 1991. In the same month, to combat inflation, the Bank of Japan surprised the market by raising its 10-year bond yield cap to 0.5% from 0.25%. Some investors interpreted the move as a normalisation of the country's monetary policy.
- While weaker yen had benefited corporate earnings, especially exporters, the Nikkei 225 finished the year lower by 9.4%, weighed down by the Russia-Ukraine war and global recession worries.

Asia

- Asia Pacific equities ended lower in 2022, with MSCI Asia Pacific ex Japan tumbling 17.19% over the year. North Asia was besieged by an array of concerns ranging from heightened inflationary pressure, slower economic growth, the pandemic and geopolitical tensions. During the year, China's stringent pandemic restrictions and lockdowns dampened consumer demand and economic growth in the region, battering Chinese and Hong Kong equities. Sentiment was further crippled by China's property crisis. The tide only turned towards the end of the year after the government launched favourable policies towards the property sector and lifted mobility curbs. Taiwan and Korea, two major semiconductor hubs, posted heavy losses in their stock markets last year. Hit by aggressive global monetary tightening, demand for consumer electronics was subdued. As tech firms destocked chips and electronics, semiconductor manufacturers saw a build-up of inventory levels. TAIEX, Taiwan's benchmark index, fell 22% while the benchmark KOSPI plunged nearly 25% during the year. India bucked the downtrend while Australian equities remained relatively resilient in comparison to global markets, supported by energy and mining companies that benefited from soaring commodities prices. Both economies and financial markets were relatively immune from global volatilities as a result. In 2022, India's domestic benchmarks Nifty50 and Sensex gained more than 4% while Australia's S&P/ASX 200 Index lost 5.5% in the year.
- The month of March 2023 started weak on a broader risk off sentiment amidst Fed rate repricing path and concerns of contagion from banking sector turmoil. Equities moved higher in the second half as fear of an imminent credit crunch dissipated, coupled with positive news flow out of positive news of China's state-owned enterprise reform bolstered the energy, telecom and construction-related sectors. Singapore, China and South Korea led returns during the month in the region.

Investment report for the year ended 31 March 2023 (continued)

Investment analysis (continued)

Mainland China & Hong Kong

- The pandemic took a toll on Chinese and Hong Kong equities for most of 2022, but stocks staged a comeback towards the end of the year after China made an abrupt U-turn on its policies by lifting restrictions on mobility curbs and rolled out favourable policies to support its beleaguered property sector. The MSCI China Index fell nearly 15% last year while CSI300 index lost 22%. Hong Kong's Hang Seng Index trailed a similar trend, recovering some losses in the final quarter to close the year down more than 15%.
- During the year, lockdowns in major Chinese cities and travel restrictions sapped consumer demand, subsequently putting lids on economic growth. Pandemic aside, the country was also embroiled in a property crisis where buyers refused to pay their mortgages for stalled incomplete housing projects, aggravating the financial woes of developers which many were already facing liquidity crunches. The tide finally turned only after the 20th Communist Party Congress when the authorities announced the country's earlier-than-expected reopening and measures to stabilise the property sector. Investors' interests towards the technology sector also remerged on subsiding regulatory risks. These positive policy directions helped markets to rebound and recouped part of the losses. The government is conservatively aiming for around 5% GDP growth for China in 2023, upside surprise is likely in the first and second quarter. Geopolitical stress between the US and China remains the key factor to monitor.

Global Bonds

- As global central banks embarked on aggressive rate hike cycles to combat inflations, investors shunned most Asian bonds for most of 2022. Opportunities were still found in certain sectors such as Indonesia's energy and property, India's renewable energy and new issuances of South Korean financial institutions, but the region's fixed income space took a beating in general. A net outflow of US\$4.89 billion in bonds across Malaysia, Indonesia, India, South Korea and Thailand was recorded last year.
- China bonds were in the epicenter of the woes. Weak property sales, growing mortgage boycotts and a spate of defaults sent many Chinese property bonds into distress. Lest of a spillover effect, investors also avoided Chinese financial bonds such as banks and asset management companies. China's stringent zero-covid policy restricted outbound travels, cutting off revenue streams of Macau gaming operators. The watershed moment arrived in November after China launched its three arrow rescue package, facilitating property developers to raise funds via loans, guaranteed bond issuance and equities financing. Developers were able to gain access to funds to complete unfinished projects. Chinese property bonds started to gain grounds late last year. Macau gaming bonds also staged a comeback after China's earlier reopening. As travel restrictions were lifted, Macau saw a revival in tourism and gaming revenues.

Investment report for the year ended 31 March 2023 (continued)

Investment analysis (continued)

Global Bonds (continued)

- In 2023, the series of bank failure including US Silicon Valley Bank and Credit Suisse headline have triggered huge market volatility in March. Daily volatility of 20 to 50 basis points were seen in US Treasury curve. The banking crisis is likely to have a dampening impact on credit lending and financial condition in the US. With the announcement of the Bank Term Funding Program, the Fed will provide liquidity to stabilize the market confidence. With receding headline inflation and falling job openings as well as wage growth, in addition to risk of shrinking credit growth ahead, the Fed stance and statement are likely to turn less hawkish in the second quarter of 2023.

Long-term Guaranteed Fund

- The fund performance was negatively affected due to volatile market caused by a slew of adverse geopolitical and macro developments.
- 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 2023 (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	1.21 ¹	0.73 ¹	0.54 ¹	1.27 ¹
Benchmark/Performance Target (MPFA Prescribed Savings Rate)	0.24	0.08	0.04	0.38 ²
Deviation from the Benchmark/Performance Target ⁴	+0.97	+0.65	+0.50	+0.89 ³
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	-7.58	0.35	3.00	3.70
Benchmark/Performance Target (Lipper MPF Lifestyle (>60-80% Equity) Fund Category Median)	-6.01	0.71	3.15	3.70 ²
Deviation from the Benchmark/Performance Target ⁴	-1.57	-0.36	-0.15	0.00 ³
Trustee's commentary	<ul style="list-style-type: none"> The 1-year annualized return was below the benchmark/performance target because portfolio positioning was more defensive relative to the peers during the sudden change in the market sentiment in the last two months in 2022. The 5-year annualized return was below the benchmark/performance target because portfolio positioning was more defensive relative to the peers during the sudden change in the market sentiment in the last two months in 2022. The 10-year annualized return was below the benchmark/performance target because asset allocation was relatively defensive during the rising markets in 2012, 2020 and last two months in 2022. <p>The Trustee will continue to closely monitor the fund performance and discuss with the Investment Manager for the action to improve the fund performance, if necessary.</p>			

Investment report for the year ended 31 March 2023 (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>	-7.69	-0.14	2.16	3.11
Benchmark/Performance Target (Lipper MPF Lifestyle (>40-60% Equity) Fund Category Median)	-7.13	-0.16	1.98	3.21 ²
Deviation from the Benchmark/Performance Target ⁴	-0.56	+0.02	+0.18	-0.10 ³
Trustee's commentary	<ul style="list-style-type: none"> • The 1-year annualized return was below the benchmark/performance target because portfolio positioning was more defensive relative to the peers during the sudden change in the market sentiment in the last two months in 2022. • The 5-year annualized return was above the benchmark/performance target due to underweight in bonds and more defensive positioning during falling markets. • The 10-year annualized return was above the benchmark/performance target due to underweight in bonds and more defensive positioning during falling markets. 			
BEA (MPF) Stable Fund <i>Launch date: 01/12/2000</i>	-7.65	-0.77	1.17	2.61
Benchmark/Performance Target (Lipper MPF Lifestyle (>20-40% Equity) Fund Category Median)	-7.21	-0.85	1.05	2.56 ²
Deviation from the Benchmark/Performance Target ⁴	-0.44	+0.08	+0.12	+0.05 ³
Trustee's commentary	<ul style="list-style-type: none"> • The 1-year annualized return was below the benchmark/performance target because portfolio positioning was more defensive relative to the peers during the sudden change in the market sentiment in the last two months in 2022. • The 5-year annualized return was above the benchmark/performance target due to underweight in bonds and more defensive positioning during falling markets. • The 10-year annualized return was above the benchmark/performance target due to underweight in bonds and more defensive positioning during falling markets. 			

Investment report for the year ended 31 March 2023 (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>	-4.80	-0.28	0.02	1.11
Benchmark/Performance Target (MPFA Prescribed Savings Rate)	0.24	0.08	0.04	0.38 ²
Deviation from the Benchmark/Performance Target ⁴	-5.04	-0.36	-0.02	+0.73 ³
Trustee's commentary	<ul style="list-style-type: none"> The 1-year annualized return was below the benchmark/performance target due to volatile market caused by a slew of adverse geopolitical and macro developments throughout the second half of 2022 and the first quarter of 2023. The 5-year annualized return was below the benchmark/performance target due to relatively weaker equity market performance since December 2021. The 10-year annualized return was below the benchmark/performance target due to declining returns from equity investments over the past 10 year. <p>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>	-16.30	-0.83	3.13	5.24
Benchmark/Performance Target (Lipper MPF Asia ex Japan Equity Fund Category Median)	-11.83	-0.82	3.12	4.30 ²
Deviation from the Benchmark/Performance Target ⁴	-4.47	-0.01	+0.01	+0.94 ³
Trustee's commentary	<ul style="list-style-type: none"> The 1-year annualized return was below the benchmark/performance target because the performance of the fund was affected by China equities. The 5-year annualized return was below the benchmark/performance target because the performance of the fund was affected by asset allocation and security selection. The 10-year annualized return was above the benchmark/performance target due to stable asset allocation and positive security selection. 			

Investment report for the year ended 31 March 2023 (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>	-11.99	-6.61	0.10	3.25
Benchmark/Performance Target (Lipper MPF Hong Kong Equity Fund Category Median)	-6.67	-3.96	1.69	3.48 ²
Deviation from the Benchmark/Performance Target ⁴	-5.32	-2.65	-1.59	-0.23 ³
Trustee's commentary	<ul style="list-style-type: none"> • The 1-year annualized return was below the benchmark/performance target due to overweighting in China A-Share and consumption sector in 2022, which were hard hit by the lockdown in China in the first quarter of 2022. • The 5-year annualized return was below the benchmark/performance target due to overweighting in China A-Share and consumption sector in 2022, which were hard hit by the lockdown in China in the first quarter of 2022. • The 10-year annualized return was below the benchmark/performance target due to overweighting in China A-Share and consumption sector in 2022, which were hard hit by the lockdown in China in the first quarter of 2022. <p>The Trustee will continue to closely monitor the fund performance and discuss with the Investment Manager for the action to improve the fund performance, if necessary.</p>			

Investment report for the year ended 31 March 2023 (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) Global Bond Fund <i>Launch date: 01/09/2005</i>	-8.49	-2.08	-0.56	0.42
Benchmark/Performance Target (Lipper MPF Global Bond Fund Category Median)	-8.16	-2.12	-0.99	0.75 ²
Deviation from the Benchmark/Performance Target ⁴	-0.33	+0.04	+0.43	-0.33 ³
Trustee's commentary	<ul style="list-style-type: none"> • The 1-year annualized return was below the benchmark/performance target due to underweighting in non-USD currency in the fourth quarter of 2022 and underweighting in ultra-long-end Japan duration in the first quarter of 2023. • The 5-year annualized return was above the benchmark/performance target due to positive country allocation and currency effect. • The 10-year annualized return was above the benchmark/performance target due to positive country allocation and currency effect. 			
BEA (MPF) Greater China Equity Fund <i>Launch date: 01/12/2006</i>	-13.25	-0.55	4.23	4.16
Benchmark/Performance Target (Lipper MPF Greater China Equity Fund Category Median)	-9.31	-0.55	4.26	4.39 ²
Deviation from the Benchmark/Performance Target ⁴	-3.94	0.00	-0.03	-0.23 ³
Trustee's commentary	<ul style="list-style-type: none"> • The 1-year annualized return was below the benchmark/performance target because the performance of the fund was affected by China equities. • The 5-year annualized return was in line with the benchmark/performance target due to less exposure in Taiwan equities which outperformed. • The 10-year annualized return was below the benchmark/performance target due to less exposure in Taiwan equities which outperformed and more exposure in Hong Kong equities which underperformed. <p>The Trustee will continue to closely monitor the fund performance and discuss with the Investment Manager for the action to improve the fund performance, if necessary.</p>			

Investment report for the year ended 31 March 2023 (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) Japan Equity Fund <i>Launch date: 01/12/2006</i>	-0.62	1.31	4.25	-0.57
Benchmark/Performance Target (Lipper MPF Japanese Equity Fund Category Median)	-0.62	1.31	4.25	-0.29 ²
Deviation from the Benchmark/Performance Target ⁴	0.00	0.00	0.00	-0.28 ³
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 sector allocation and stock selection. • The 5-year annualized return was in line with the benchmark/performance target due to stable sector allocation and stock selection. • The 10-year annualized return was in line with the benchmark/performance target due to stable sector allocation and stock selection. <p>The Trustee will continue to closely monitor the fund performance and discuss with the Investment Manager for the action to improve the fund performance, if necessary.</p>			
BEA (MPF) European Equity Fund <i>Launch date: 04/01/2010</i>	1.32	3.38	4.51	3.06
Benchmark/Performance Target (Lipper MPF European Equity Fund Category Median)	1.90	2.94	4.75	3.06 ²
Deviation from the Benchmark/Performance Target ⁴	-0.58	+0.44	-0.24	0.00 ³
Trustee's commentary	<ul style="list-style-type: none"> • The 1-year annualized return was below the benchmark/performance target because portfolio positioning was more defensive relative to the peers during the rising market. • The 5-year annualized return was above the benchmark/performance target due to stable allocation and stock selection. • The 10-year annualized return was below the benchmark/performance target because the portfolio positioning was more defensive during rising market in 2013, 2017 and 2019. 			

Investment report for the year ended 31 March 2023 (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) Global Equity Fund <i>Launch date: 04/01/2010</i>	-8.01	5.89	6.87	5.64
Benchmark/Performance Target (Lipper MPF Global Equity Fund Category Median)	-7.87	4.23	6.05	5.28 ²
Deviation from the Benchmark/Performance Target ⁴	-0.14	+1.66	+0.82	+0.36 ³
Trustee's commentary	<ul style="list-style-type: none"> The 1-year annualized return was below the benchmark/performance target because portfolio positioning was more defensive relative to the peers during the rising market in the first quarter of 2023. The 5-year annualized return was above the benchmark/performance target due to positive stock selection and sector allocation, mainly in the US. <p>The 10-year annualized return was above the benchmark/performance target due to positive stock selection and sector allocation, mainly in the US.</p>			
BEA (MPF) North American Equity Fund <i>Launch date: 31/01/2012</i>	-9.56	8.91	9.74	9.38
Benchmark/Performance Target (Lipper MPF United States Equity Fund Category Median)	-9.40	8.91	9.62	5.75 ²
Deviation from the Benchmark/Performance Target ⁴	-0.16	0.00	+0.12	+3.63 ³
Trustee's commentary	<ul style="list-style-type: none"> The 1-year annualized return was below the benchmark/performance target because portfolio positioning was not defensive enough during the failing market. The 5-year annualized return was in line with the benchmark/performance target due to more neutral stock selection and sector allocation in the US market. The 10-year annualized return was above the benchmark/performance target due to more neutral stock selection and sector allocation in the US market. 			

Investment report for the year ended 31 March 2023 (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 China Tracker Fund <i>Launch date: 31/01/2012</i>	-5.48	-8.54	-2.42	-2.76
Benchmark/Performance Target (Hang Seng China Enterprises Index)	-4.03	-7.01	-0.71	-0.61 ²
Deviation from the Benchmark/Performance Target ⁴	-1.45	-1.53	-1.71	-2.15 ³
Trustee's commentary	<ul style="list-style-type: none"> The 1-year, 5-year and 10-year annualized returns 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%. 			
BEA Hong Kong Tracker Fund <i>Launch date: 31/01/2012</i>	-5.08	-5.24	1.47	1.98
Benchmark/Performance Target (Hang Seng Index)	-4.05	-4.42	2.63	3.55 ²
Deviation from the Benchmark/Performance Target ⁴	-1.03	-0.82	-1.16	-1.57 ³
Trustee's commentary	<ul style="list-style-type: none"> The 1-year, 5-year and 10-year annualized returns 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%. 			

Investment report for the year ended 31 March 2023 (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) RMB & HKD Money Market Fund <i>Launch date: 03/07/2012</i>	-3.50	0.20	0.79	0.82
Benchmark/Performance Target (Lipper MPF RMB and HKD Money Market Fund Category Median)	-3.43	0.22	0.77	0.80 ²
Deviation from the Benchmark/Performance Target ⁴	-0.07	-0.02	+0.02	+0.02 ³
Trustee's commentary	<ul style="list-style-type: none"> • The 1-year annualized return was below the benchmark/performance target due to slightly underweighting in RMB position to peers. • The 5-year annualized return was below the benchmark/performance target due to slightly overweight in RMB position to peers. • The 10-year annualized return was above the benchmark/performance target due to similar RMB exposure to the peers. 			
BEA (MPF) Age 65 Plus Fund <i>Launch date: 01/04/2017</i>	-7.06	0.97	N/A	1.54
Benchmark/Performance Target (Willis Towers Watson – MPF DIS Reference Portfolios – Age 65 Plus Fund)	-7.24	0.72	N/A	1.20
Deviation from the Benchmark/Performance Target ⁴	+0.18	+0.25	N/A	+0.34
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 stock selection. • The 5-year annualized return was able to correspond to the reference portfolio due to stable asset allocation and stock selection. • The since launch annualized return was able to correspond to the reference portfolio due to stable asset allocation and stock selection. 			

Investment report for the year ended 31 March 2023 (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) Core Accumulation Fund <i>Launch date: 01/04/2017</i>	-7.34	3.91	N/A	4.89
Benchmark/Performance Target (Willis Towers Watson – MPF DIS Reference Portfolios – Core Accumulation Fund)	-7.21	3.70	N/A	4.61
Deviation from the Benchmark/Performance Target ⁴	-0.13	+0.21	N/A	+0.28
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 stock selection. • The 5-year annualized return was able to correspond to the reference portfolio due to stable asset allocation and stock selection. • The since launch annualized return was able to correspond to the reference portfolio due to stable asset allocation and stock selection. 			

Investment report for the year ended 31 March 2023 (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.

For the financial year ended 31 March, 2023, the following CFs triggered the performance monitoring threshold in various time intervals based on the existing fund performance monitoring mechanism:

- (i) BEA (MPF) European Equity Fund
- (ii) BEA (MPF) Greater China Equity Fund
- (iii) BEA (MPF) Hong Kong Equity Fund

In this regard, BEA Trustees requested the investment manager to provide explanation and take immediate remedial action for improvement on fund performance.

- (i) For BEA (MPF) European Equity Fund, the investment manager has taken the following actions to drive improvement in performance:
 - enhancing, diversifying and implementing additional quantitative tools, on the selection and management of underlying funds to improve its performance.
- (ii) For BEA (MPF) Greater China Equity Fund, the investment manager has taken the following actions to drive improvement in performance:
 - enhancing risk-control measure;
 - stock selection is focused on quality growth names in consumption which will benefit from China reopening;
 - quantitative analysis to avoid unintentional style tilt in stock pick; and
 - strengthening the resources in the Quantitative Analysis team in order to supporting the Investment team in asset allocation, competitive analysis and risk control.

Investment report for the year ended 31 March 2023 (continued)

Trustee's Commentary (continued)

<p>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 (continued)</p> <p>(iii) For BEA (MPF) Hong Kong Equity Fund, the investment manager has taken the following actions to drive improvement in performance:</p> <ul style="list-style-type: none">➤ enhancing risk-control measure;➤ stock selection is focused on quality growth names in consumption which will benefit from China reopening;➤ quantitative analysis to avoid unintentional style tilt in stock pick; and➤ strengthening the resources in the Quantitative Analysis team in order to supporting the Investment team in asset allocation, competitive analysis and risk control. <p>As at 30 June, 2023, it was observed that there was an improvement for the past 1-month and 3-month fund performance when compared with the performance as at 31 March, 2023.</p> <p>BEA Trustees would continue to monitor the fund performance of CFs according to the existing fund performance monitoring mechanism.</p>

Note:

¹ Fees and charges of MPF conservative fund can be deducted from either (i) the assets of such fund or (ii) Member's account by way of unit deduction. From 1 April, 2022, the fees and charges deduction method of the BEA (MPF) Conservative Fund has been changed from (ii) to (i). Before 1 April, 2022, BEA (MPF) Conservative Fund uses method (ii) and fund performance quoted in this Trustee's Commentary has already reflected the impact of fees and charges.

² The benchmark/performance target may not be meaningful as different funds may have different launch dates.

³ The deviation from the benchmark/performance target may not be meaningful due to different funds may have different launch dates.

⁴ The figures of the performance and the benchmark/performance target were rounded to 2 decimal places which may derive a rounding difference in deviation.

Investment report for the year ended 31 March 2023 (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 2023 (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 2023 (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 2023 (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 Underlying Fund’s NAV) 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 2023 (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 2023 (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 2023 (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 2023 (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 2023 (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 2023 (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 2023 (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 2023 (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 2023 (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 2023 (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:

Asset allocation	<i>Min %</i>	<i>Max %</i>
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 2023 (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 2023 (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 2023 (continued)

Investment income and performance

	<i>BEA (MPF) Conservative Fund</i>			<i>BEA (MPF) Growth Fund</i>			<i>BEA (MPF) Balanced Fund</i>		
	2023 HK\$	2022 HK\$	2021 HK\$	2023 HK\$	2022 HK\$	2021 HK\$	2023 HK\$	2022 HK\$	2021 HK\$
Net income/(loss) excluding capital (depreciation)/appreciation	17,287,929	3,788,152	14,184,309	(18,155,044)	(25,348,010)	(31,042,364)	(12,544,291)	(16,159,408)	(17,732,322)
Capital (depreciation)/appreciation of investments - realised and unrealised	-	-	-	(248,762,540)	(230,420,642)	1,056,504,641	(127,651,462)	(111,797,855)	421,404,847
Value of scheme assets derived from investments as at 31 March	<u>1,356,882,086</u>	<u>1,373,439,301</u>	<u>1,489,287,644</u>	<u>3,197,567,739</u>	<u>3,259,811,481</u>	<u>3,689,365,705</u>	<u>1,640,009,780</u>	<u>1,673,615,694</u>	<u>1,891,003,112</u>
	<i>BEA (MPF) Stable Fund</i>			<i>BEA (MPF) Long Term Guaranteed Fund</i>			<i>BEA (MPF) Asian Equity Fund</i>		
	2023 HK\$	2022 HK\$	2021 HK\$	2023 HK\$	2022 HK\$	2021 HK\$	2023 HK\$	2022 HK\$	2021 HK\$
Net loss excluding capital (depreciation)/appreciation	(15,779,908)	(19,237,417)	(21,168,472)	(9,492,186)	(11,058,763)	(11,168,524)	(9,209,880)	(13,845,752)	(12,124,623)
Capital (depreciation)/appreciation of investments - realised and unrealised	(128,864,638)	(105,708,968)	295,710,424	(23,911,065)	(19,166,458)	68,138,713	(151,573,033)	(84,228,176)	460,325,505
Value of scheme assets derived from investments as at 31 March	<u>1,708,997,922</u>	<u>1,716,593,209</u>	<u>1,916,346,991</u>	<u>630,838,220</u>	<u>686,992,491</u>	<u>756,565,878</u>	<u>782,423,857</u>	<u>913,208,498</u>	<u>1,125,364,596</u>

Investment report for the year ended 31 March 2023 (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>		
	2023 HK\$	2022 HK\$	2021 HK\$	2023 HK\$	2022 HK\$	2021 HK\$	2023 HK\$	2022 HK\$	2021 HK\$
Net loss excluding capital (depreciation)/appreciation	(7,235,110)	(9,970,923)	(8,959,039)	(2,652,540)	(3,367,545)	(3,707,821)	(15,142,449)	(20,629,934)	(19,195,833)
Capital (depreciation)/appreciation - realised and unrealised	(89,610,730)	(269,039,604)	269,394,372	(21,367,187)	(15,620,267)	7,779,199	(173,213,455)	(322,837,292)	673,925,536
Value of scheme assets derived from investments as at 31 March	<u>787,662,838</u>	<u>816,117,459</u>	<u>990,190,505</u>	<u>260,169,444</u>	<u>284,058,525</u>	<u>347,562,470</u>	<u>1,253,431,693</u>	<u>1,412,846,222</u>	<u>1,801,219,454</u>
	<i>BEA (MPF) Japan Equity Fund</i>			<i>BEA (MPF) European Equity Fund</i>			<i>BEA (MPF) Global Equity Fund</i>		
	2023 HK\$	2022 HK\$	2021 HK\$	2023 HK\$	2022 HK\$	2021 HK\$	2023 HK\$	2022 HK\$	2021 HK\$
Net income/(loss) excluding capital (depreciation)/appreciation	2,997,562	2,884,120	460,721	2,463,383	2,512,290	(3,043,000)	(3,799,670)	(4,081,148)	(2,762,101)
Capital (depreciation)/appreciation - realised and unrealised	(3,420,752)	(8,446,115)	26,995,216	(818,432)	(1,479,961)	35,115,991	(26,959,515)	30,149,245	114,906,751
Value of scheme assets derived from investments as at 31 March	<u>82,919,593</u>	<u>84,903,278</u>	<u>91,041,372</u>	<u>121,234,605</u>	<u>119,218,784</u>	<u>107,049,525</u>	<u>370,800,861</u>	<u>382,875,227</u>	<u>332,638,313</u>

Investment report for the year ended 31 March 2023 (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>		
	2023 HK\$	2022 HK\$	2021 HK\$	2023 HK\$	2022 HK\$	2021 HK\$	2023 HK\$	2022 HK\$	2021 HK\$
Net (loss)/income excluding capital (depreciation)/appreciation	(2,704,345)	(2,962,862)	(740,204)	2,427,444	1,555,250	2,616,224	5,696,536	4,363,903	4,845,938
Capital (depreciation)/appreciation of investments - realised and unrealised	(47,640,274)	60,066,976	139,615,947	(7,533,312)	(47,232,839)	21,092,713	(16,121,135)	(54,568,155)	42,641,053
Value of scheme assets derived from investments as at 31 March	<u>487,370,965</u>	<u>512,040,097</u>	<u>397,921,281</u>	<u>115,587,408</u>	<u>109,978,820</u>	<u>154,729,260</u>	<u>236,536,230</u>	<u>230,330,640</u>	<u>231,630,120</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>		
	2023 HK\$	2022 HK\$	2021 HK\$	2023 HK\$	2022 HK\$	2021 HK\$	2023 HK\$	2022 HK\$	2021 HK\$
Net (loss)/income excluding capital appreciation/(depreciation)	(5,153,119)	5,239,538	7,237,958	(1,482,275)	(1,453,430)	(1,099,465)	(3,717,976)	(3,553,823)	(2,561,000)
Capital appreciation/(depreciation) of investments - realised and unrealised	21,295	-	-	(11,739,097)	(2,797,004)	10,942,828	(29,667,365)	16,110,932	79,902,146
Value of scheme assets derived from investments as at 31 March	<u>136,763,517</u>	<u>138,956,035</u>	<u>135,155,842</u>	<u>201,367,736</u>	<u>188,917,204</u>	<u>164,435,892</u>	<u>538,857,094</u>	<u>489,484,230</u>	<u>397,923,096</u>

Investment report for the year ended 31 March 2023 (continued)

Breakdown of income derived from investments and bank balances

For the year ended 31 March 2023

	<i>Dividend income</i> HK\$	<i>Interest income</i> HK\$	<i>Interest income from financial assets at fair value through profit or loss</i> HK\$	<i>Total</i> HK\$
BEA (MPF) Conservative Fund	-	202,525	33,784,840	33,987,365
BEA (MPF) Growth Fund	27,057,810	321,047	-	27,378,857
BEA (MPF) Balanced Fund	9,950,125	139,506	-	10,089,631
BEA (MPF) Stable Fund	6,850,628	176,520	-	7,027,148
BEA (MPF) Long Term Guaranteed Fund	-	739	-	739
BEA (MPF) Asian Equity Fund	654,265	60,417	-	714,682
BEA (MPF) Hong Kong Equity Fund	2,118,720	12,316	-	2,131,036
BEA (MPF) Global Bond Fund	-	16,541	-	16,541
BEA (MPF) Greater China Equity Fund	-	19,786	-	19,786
BEA (MPF) Japan Equity Fund	847,182	2,407	-	849,589
BEA (MPF) European Equity Fund	3,017,633	5,368	-	3,023,001
BEA (MPF) Global Equity Fund	983,208	14,006	-	997,214
BEA (MPF) North American Equity Fund	7,552,523	22,799	-	7,575,322
BEA China Tracker Fund	3,063,050	609	-	3,063,659
BEA Hong Kong Tracker Fund	7,003,560	1,450	-	7,005,010
BEA (MPF) RMB & HKD Money Market Fund	-	21,977	3,415,334	3,437,311
BEA (MPF) Age 65 Plus Fund	-	1,486	-	1,486
BEA (MPF) Core Accumulation Fund	-	3,035	-	3,035

Investment report for the year ended 31 March 2023 (continued)

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

For the year ended 31 March 2022

	<i>Dividend income</i> HK\$	<i>Interest income</i> HK\$	<i>Interest income from financial assets at fair value through profit or loss</i> HK\$	<i>Total</i> HK\$
BEA (MPF) Conservative Fund	-	848	3,788,954	3,789,802
BEA (MPF) Growth Fund	31,878,347	4,365	-	31,882,712
BEA (MPF) Balanced Fund	11,670,531	2,364	-	11,672,895
BEA (MPF) Stable Fund	7,924,309	3,882	-	7,928,191
BEA (MPF) Long Term Guaranteed Fund	-	-	-	-
BEA (MPF) Asian Equity Fund	63,091	307	-	63,398
BEA (MPF) Hong Kong Equity Fund	1,587,230	77	-	1,587,307
BEA (MPF) Global Bond Fund	-	43	-	43
BEA (MPF) Greater China Equity Fund	-	129	-	129
BEA (MPF) Japan Equity Fund	1,667,338	60	-	1,667,398
BEA (MPF) European Equity Fund	2,440,479	24	-	2,440,503
BEA (MPF) Global Equity Fund	953,817	87	-	953,904
BEA (MPF) North American Equity Fund	6,331,641	158	-	6,331,799
BEA China Tracker Fund	2,356,392	4	-	2,356,396
BEA Hong Kong Tracker Fund	5,822,220	9	-	5,822,229
BEA (MPF) RMB & HKD Money Market Fund	-	10,314	2,525,725	2,536,039
BEA (MPF) Age 65 Plus Fund	-	6	-	6
BEA (MPF) Core Accumulation Fund	-	13	-	13

Investment report for the year ended 31 March 2023 (continued)

Performance table

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

Name of constituent funds	As at 31 March 2023		As at 31 March 2022		As at 31 March 2021	
	Total net asset value HK\$	Net asset value per unit HK\$	Total net asset value HK\$	Net asset value per unit HK\$	Total net asset value HK\$	Net asset value per unit HK\$
BEA (MPF) Conservative Fund	1,444,925,665	14.6391	1,422,007,373	14.4642	1,571,726,018	14.4273
BEA (MPF) Growth Fund	3,196,638,428	22.5135	3,499,750,033	24.3613	3,925,546,885	26.1641
BEA (MPF) Balanced Fund	1,640,011,438	19.8366	1,807,440,780	21.4893	2,011,558,731	23.0243
BEA (MPF) Stable Fund	1,721,472,922	17.7741	1,887,166,540	19.2463	2,092,640,255	20.5283
BEA (MPF) Long Term Guaranteed Fund	629,534,779	12.7828	685,528,100	13.4275	754,942,567	14.0193
BEA (MPF) Asian Equity Fund	827,659,597	24.5465	988,513,108	29.3279	1,133,777,189	32.2446
BEA (MPF) Hong Kong Equity Fund	791,844,571	17.5409	821,375,231	19.9307	997,021,347	27.2501
BEA (MPF) Global Bond Fund	267,007,467	10.7729	287,780,601	11.7719	355,141,686	12.5340
BEA (MPF) Greater China Equity Fund	1,257,271,395	19.4758	1,421,529,838	22.4517	1,811,928,016	27.8632
BEA (MPF) Japan Equity Fund	84,750,448	9.1113	87,056,994	9.1684	93,228,610	9.7261
BEA (MPF) European Equity Fund	123,189,176	14.9028	120,706,833	14.7084	109,877,445	14.4873
BEA (MPF) Global Equity Fund	377,297,378	20.6780	394,986,041	22.4781	338,838,208	20.8801
BEA (MPF) North American Equity Fund	498,184,646	27.2293	527,775,252	30.1061	407,724,169	26.4755
BEA China Tracker Fund	115,548,775	7.3150	109,980,747	7.7389	154,656,980	11.1551
BEA Hong Kong Tracker Fund	237,451,318	12.4459	230,488,637	13.1115	231,645,289	16.5562
BEA (MPF) RMB & HKD Money Market Fund	146,653,322	10.9120	146,930,362	11.3081	147,155,589	10.9137
BEA (MPF) Age 65 Plus Fund	202,276,660	10.9598	189,148,050	11.7919	164,374,205	12.0119
BEA (MPF) Core Accumulation Fund	538,478,474	13.3194	489,139,550	14.3744	397,614,289	13.9028
	<u>14,100,196,459</u>		<u>15,117,304,070</u>		<u>16,699,397,478</u>	

Investment report for the year ended 31 March 2023 (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	BEA China Tracker Fund	BEA Hong Kong Tracker Fund	BEA (MPF) RMB & HKD Money Market Fund	BEA (MPF) Age 65 Plus Fund ⁽¹⁾	BEA (MPF) Core Accumulation Fund ⁽¹⁾
Highest issue price per unit (HK\$)																		
2023	14.6391	24.6042	21.6157	19.2847	13.4071	29.6976	20.4479	11.7181	22.9443	9.3010	15.0241	22.6798	30.4411	8.1387	13.7907	11.3011	11.8015	14.4449
2022	14.4642	27.5446	23.9277	21.0911	14.3822	35.1414	29.6266	12.8541	30.1759	10.5178	16.0904	23.6518	31.7014	11.3505	17.2603	11.3273	12.4515	15.0967
2021	14.4273	27.7659	24.2255	21.3956	14.3012	36.2187	31.7385	13.1532	31.9593	10.0432	14.4969	21.1296	26.4764	12.4092	18.0593	11.0392	12.2579	14.0941
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	11.9822	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	27.0515	11.9892	21.7360	9.2679	13.6525	16.7863	19.2310	13.0855	17.8973	10.8263	10.5869	11.5214
2017	13.6326	19.2628	17.8616	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	-	-
Lowest redemption price per unit (HK\$)																		
2023	14.4642	19.5770	17.7124	16.3437	12.0356	21.6689	13.1639	10.1800	14.7388	7.8375	11.6907	17.6046	23.8239	5.2100	9.0607	10.4366	10.3626	11.9260
2022	14.4274	22.9366	20.6470	18.8557	13.3443	27.4038	16.7515	11.6617	19.5374	8.4904	13.0776	20.5708	26.7561	6.2876	11.0184	10.8991	11.6810	13.7242
2021	14.2946	19.1924	18.2408	17.6787	12.9072	19.6086	20.0691	12.2788	17.5231	6.5777	9.8900	13.4154	16.5638	9.3192	13.1372	10.2678	10.9542	10.5301
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	15.8218	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	13.5894	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	-	-

⁽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 2023 (continued)

Performance table (continued)

(c) **Net annualised investment return ⁽¹⁾**

	BEA (MPF) Conservative Fund ⁽³⁾	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 ⁽²⁾	BEA (MPF) Core Accumulati on Fund ⁽²⁾
Net annualised investment return (%)																		
2023	1.21	(7.58)	(7.69)	(7.65)	(4.80)	(16.30)	(11.99)	(8.49)	(13.25)	(0.62)	1.32	(8.01)	(9.56)	(5.48)	(5.08)	(3.50)	(7.06)	(7.34)
2022	0.26	(6.89)	(6.67)	(6.25)	(4.22)	(9.05)	(26.86)	(6.08)	(19.42)	(5.73)	1.53	7.65	13.71	(30.62)	(20.81)	3.61	(1.83)	3.39
2021	0.93	33.56	24.30	14.96	8.16	61.21	33.42	1.28	57.36	39.84	40.90	50.08	52.86	17.42	22.70	5.74	9.01	29.31
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	-	-

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

⁽³⁾ From 1 April, 2022, the fees and charges deduction method of the BEA (MPF) Conservative Fund has been changed from member level deduction to fund level deduction. The impact of fees and charges has been reflected in the unit price.

Investment report for the year ended 31 March 2023 (continued)

Performance table (continued)

(d) **Fund Expense Ratio (“FER”)**

Name of constituent funds	2023	
	Transaction costs for the year ended 31 March HK\$	FER for the year ended 31 March
BEA (MPF) Conservative Fund	-	1.17%
BEA (MPF) Growth Fund	1,104,705	1.37%
BEA (MPF) Balanced Fund	514,785	1.35%
BEA (MPF) Stable Fund	496,552	1.31%
BEA (MPF) Long Term Guaranteed Fund	-	2.52%
BEA (MPF) Asian Equity Fund	425,813	1.32%
BEA (MPF) Hong Kong Equity Fund	71,244	1.27%
BEA (MPF) Global Bond Fund	-	1.07%
BEA (MPF) Greater China Equity Fund	-	1.29%
BEA (MPF) Japan Equity Fund	6,697	1.70%
BEA (MPF) European Equity Fund	12,291	1.59%
BEA (MPF) Global Equity Fund	332	1.28%
BEA (MPF) North American Equity Fund	4,017	1.27%
BEA China Tracker Fund	63,524	1.21%
BEA Hong Kong Tracker Fund	149,600	0.62%
BEA (MPF) RMB & HKD Money Market Fund	-	0.79%
BEA (MPF) Age 65 Plus Fund	-	0.80%
BEA (MPF) Core Accumulation Fund	-	0.78%

Investment report as at 31 March 2023 (continued)

Investment portfolio

BEA (MPF) Conservative Fund

	Nominal value	Fair value HK\$	Cost HK\$	% of net assets
Short-term deposits				
<i>Hong Kong Dollar</i>				
China CITIC Bank International Limited F/D 3.22% 10 May 2023	29,128,239	29,128,239	29,128,239	2.02
China CITIC Bank International Limited F/D 3.22% 10 May 2023	44,430,936	44,430,936	44,430,936	3.07
China CITIC Bank International Limited F/D 5.41% 29 May 2023	36,739,692	36,739,692	36,739,692	2.54
China CITIC Bank International Limited F/D 5.21% 03 July 2023	14,669,996	14,669,996	14,669,996	1.02
China Construction Bank Corporation F/D 3.39% 10 May 2023	2,055,987	2,055,987	2,055,987	0.14
China Construction Bank Corporation F/D 3.61% 05 June 2023	51,434,205	51,434,205	51,434,205	3.56
China Construction Bank Corporation F/D 3.61% 05 June 2023	77,049,067	77,049,067	77,049,067	5.33
Chong Hing Bank Limited F/D 3.85% 08 May 2023	59,741,595	59,741,595	59,741,595	4.13
Chong Hing Bank Limited F/D 4.70% 09 October 2023	16,133,171	16,133,171	16,133,171	1.12
CMB Wing Lung Bank Limited F/D 3.34% 10 May 2023	4,116,222	4,116,222	4,116,222	0.28
CMB Wing Lung Bank Limited F/D 3.54% 05 June 2023	31,395,406	31,395,406	31,395,406	2.17
CMB Wing Lung Bank Limited F/D 3.54% 05 June 2023	32,346,597	32,346,597	32,346,597	2.24
CMB Wing Lung Bank Limited F/D 3.54% 05 June 2023	43,876,989	43,876,989	43,876,989	3.04
CMB Wing Lung Bank Limited F/D 5.25% 03 July 2023	3,673,945	3,673,945	3,673,945	0.25
CMB Wing Lung Bank Limited F/D 5.28% 03 July 2023	5,418,550	5,418,550	5,418,550	0.38
Credit Agricole Corporate and Investment Bank F/D 3.52% 05 June 2023	19,928,883	19,928,883	19,928,883	1.38
Credit Agricole Corporate and Investment Bank F/D 3.52% 05 June 2023	35,893,632	35,893,632	35,893,632	2.49
Credit Agricole Corporate and Investment Bank F/D 4.79% 09 October 2023	37,057,455	37,057,455	37,057,455	2.56
Dah Sing Bank, Limited F/D 5.10% 29 May 2023	36,771,548	36,771,548	36,771,548	2.54
Dah Sing Bank, Limited F/D 4.95% 03 July 2023	20,665,157	20,665,157	20,665,157	1.43
Dah Sing Bank, Limited F/D 4.97% 03 July 2023	19,458,961	19,458,961	19,458,961	1.35
Dah Sing Bank, Limited F/D 5.15% 28 August 2023	44,734,884	44,734,884	44,734,884	3.10

Investment report as at 31 March 2023 (continued)

Investment portfolio (continued)

BEA (MPF) Conservative Fund (continued)

	Nominal value	Fair value HK\$	Cost HK\$	% of net assets
Short-term deposits (continued)				
<i>Hong Kong Dollar (continued)</i>				
DBS Bank (Hong Kong) Limited F/D 3.38% 08 May 2023	8,381,104	8,381,104	8,381,104	0.58
DBS Bank (Hong Kong) Limited F/D 3.38% 08 May 2023	9,031,855	9,031,855	9,031,855	0.63
DBS Bank (Hong Kong) Limited F/D 3.38% 08 May 2023	10,986,117	10,986,117	10,986,117	0.76
DBS Bank (Hong Kong) Limited F/D 3.38% 08 May 2023	23,918,050	23,918,050	23,918,050	1.66
DBS Bank (Hong Kong) Limited F/D 3.18% 10 May 2023	46,897,115	46,897,115	46,897,115	3.25
Fubon Bank (Hong Kong) Limited F/D 4.15% 17 April 2023	28,897,802	28,897,802	28,897,802	2.00
Fubon Bank (Hong Kong) Limited F/D 4.15% 17 April 2023	45,731,519	45,731,519	45,731,519	3.16
Industrial and Commercial Bank of China (Asia) Limited F/D 3.35% 10 May 2023	43,129,455	43,129,455	43,129,455	2.98
Industrial and Commercial Bank of China (Asia) Limited F/D 3.35% 10 May 2023	45,137,650	45,137,650	45,137,650	3.12
Industrial and Commercial Bank of China (Asia) Limited F/D 4.95% 03 July 2023	34,316,254	34,316,254	34,316,254	2.38
MUFG Bank, Ltd. F/D 3.37% 08 May 2023	67,397,763	67,397,763	67,397,763	4.66
MUFG Bank, Ltd. F/D 3.37% 08 May 2023	67,575,572	67,575,572	67,575,572	4.68
OCBC Wing Hang Bank Limited F/D 3.35% 08 May 2023	62,603,594	62,603,594	62,603,594	4.33
OCBC Wing Hang Bank Limited F/D 4.97% 03 July 2023	37,657,589	37,657,589	37,657,589	2.61
OCBC Wing Hang Bank Limited F/D 5.10% 28 August 2023	27,798,047	27,798,047	27,798,047	1.92
Sumitomo Mitsui Banking Corporation F/D 3.99% 17 April 2023	38,887,727	38,887,727	38,887,727	2.69
Sumitomo Mitsui Banking Corporation F/D 3.43% 08 May 2023	52,145,202	52,145,202	52,145,202	3.61
Sumitomo Mitsui Banking Corporation F/D 3.44% 10 May 2023	4,573,320	4,573,320	4,573,320	0.32
Sumitomo Mitsui Banking Corporation F/D 3.44% 10 May 2023	35,095,234	35,095,234	35,095,234	2.43
Total investments		<u>1,356,882,086</u>	<u>1,356,882,086</u>	<u>93.91</u>

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

Investment report as at 31 March 2023 (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	1,370,143.7640	184,763,887	150,319,030	5.78
BEA Union Investment Asia Strategic Growth Fund - Class A	840,892.4870	336,171,998	261,567,480	10.52
BEA Union Investment Global Bond Fund - Class A	5,259,313.6610	612,552,262	655,866,042	19.16
BEA Union Investment Global Equity Fund - Class A	1,203,441.2140	284,962,845	201,033,300	8.91
BEA Union Investment Greater China Growth Fund - Class A	341,341.4430	106,317,619	79,700,346	3.33
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund - Class A	114,521.5710	16,682,357	13,040,104	0.52
BEA Union Investment Hong Kong Growth Fund - Class A	1,110,731.0880	289,478,736	343,470,710	9.06
BEA Union Investment Money Market Fund - Class A	419,113.5520	44,543,388	41,912,767	1.39
Fidelity Global Investment Fund - Japanese Equity Fund - Class B	796,148.4220	15,875,200	15,700,047	0.50
Schroder Institutional Pooled Funds - Asia ex Japan ex HK Equity Fund - Class B	256,071.3027	19,127,041	19,482,791	0.60
Schroder Institutional Pooled Funds - European Equity Fund - Class B	2,484,554.4870	94,517,422	85,049,320	2.96
Approved Index-Tracking Collective Investment Schemes				
<i>Hong Kong</i>				
Hang Seng China Enterprises Index ETF	506,800.0000	35,658,448	34,621,662	1.12
iShares Core MSCI Asia ex Japan ETF	1,002,144.0000	51,089,301	51,167,082	1.60
iShares Hang Seng Tech ETF	2,174,400.0000	19,558,728	19,145,492	0.61
Premia CSI Caixin China New Economy ETF	1,060,000.0000	9,534,700	9,919,698	0.30
Tracker Fund of Hong Kong	9,970,000.0000	205,182,600	199,915,084	6.42
<i>The United States of America</i>				
Invesco QQQ Trust, Series 1	16,167.0000	40,729,012	39,006,834	1.27
iShares Core MSCI Europe ETF	303,125.0000	124,638,259	118,075,975	3.90
iShares Europe ETF	284,253.0000	111,612,508	100,282,336	3.49
iShares Global Energy ETF	12,070.0000	3,577,696	2,542,606	0.11
iShares Global Tech ETF	80,194.0000	34,220,429	32,197,290	1.07
iShares MSCI Eurozone ETF	119,498.0000	42,287,175	40,002,023	1.32

Investment report as at 31 March 2023 (continued)

Investment portfolio (continued)

BEA (MPF) Growth Fund (continued)

	<i>Holding units</i>	<i>Fair value HK\$</i>	<i>Cost HK\$</i>	<i>% of net assets</i>
Approved Index-Tracking Collective Investment Schemes (continued)				
<i>The United States of America (continued)</i>				
iShares MSCI Japan ETF	591,505.0000	272,512,642	273,441,293	8.52
iShares MSCI Taiwan ETF	90,483.0000	32,197,106	31,944,236	1.01
iShares Russell 2000 ETF	1,623.0000	2,272,885	2,799,924	0.07
SPDR S&P 500 ETF Trust	64,569.0000	207,503,495	199,887,408	6.49
Total investments		<u>3,197,567,739</u>	<u>3,022,090,880</u>	<u>100.03</u>

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

Investment report as at 31 March 2023 (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	988,388.0240	133,284,125	108,968,829	8.13
BEA Union Investment Asia Strategic Growth Fund - Class A	321,942.0250	128,705,983	103,933,631	7.85
BEA Union Investment Global Bond Fund - Class A	5,116,334.9050	595,899,526	622,787,381	36.34
BEA Union Investment Global Equity Fund - Class A	526,243.8160	124,609,273	89,179,708	7.60
BEA Union Investment Greater China Growth Fund - Class A	159,182.9830	49,580,724	38,047,722	3.02
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund - Class A	91,923.6550	13,390,519	10,627,753	0.82
BEA Union Investment Hong Kong Growth Fund - Class A	362,185.1310	94,392,689	110,274,916	5.75
BEA Union Investment Money Market Fund - Class A	219,713.6390	23,351,166	21,972,101	1.42
Fidelity Global Investment Fund - Japanese Equity Fund - Class B	411,342.1990	8,202,163	8,111,668	0.50
Schroder Institutional Pooled Funds - Asia ex Japan ex HK Equity Fund - Class B	66,446.4707	4,963,166	4,962,894	0.30
Schroder Institutional Pooled Funds - European Equity Fund - Class B	843,234.2357	32,078,317	28,854,803	1.96
Approved Index-Tracking Collective Investment Schemes				
<i>Hong Kong</i>				
Hang Seng China Enterprises Index ETF	261,600.0000	18,406,176	17,870,363	1.12
iShares Core MSCI Asia ex Japan ETF	452,728.0000	23,080,073	22,897,529	1.41
iShares Hang Seng TECH ETF	1,122,500.0000	10,096,888	9,883,224	0.61
Premia CSI Caixin China New Economy ETF	547,250.0000	4,922,514	5,120,417	0.30
Tracker Fund of Hong Kong	3,298,500.0000	67,883,130	65,887,782	4.14
<i>The United States of America</i>				
Invesco QQQ Trust, Series 1	9,006.0000	22,688,531	21,773,076	1.38
iShares Core MSCI Europe ETF	90,452.0000	37,191,851	35,290,144	2.27
iShares Europe ETF	99,154.0000	38,933,016	35,878,287	2.37
iShares Global Energy ETF	6,966.0000	2,064,808	1,466,599	0.13
iShares Global Tech ETF	37,274.0000	15,905,582	14,995,941	0.97
iShares MSCI Eurozone ETF	70,921.0000	25,097,062	23,903,008	1.53
iShares MSCI Japan ETF	205,443.0000	94,649,774	96,658,059	5.77
iShares MSCI Taiwan ETF	32,381.0000	11,522,324	11,444,583	0.70

Investment report as at 31 March 2023 (continued)

Investment portfolio (continued)

BEA (MPF) Balanced Fund (continued)

	<i>Holding units</i>	<i>Fair value HK\$</i>	<i>Cost HK\$</i>	<i>% of net assets</i>
Approved Index-Tracking Collective Investment Schemes (continued)				
<i>The United States of America (continued)</i>				
iShares Russell 2000 ETF	912.0000	1,277,185	1,573,369	0.08
SPDR S&P 500 ETF Trust	17,996.0000	57,833,215	57,477,984	3.53
Total investments		<u>1,640,009,780</u>	<u>1,569,841,771</u>	<u>100.00</u>

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

Investment report as at 31 March 2023 (continued)

Investment portfolio (continued)

BEA (MPF) Stable 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 Asia Pacific Investment Grade Bond Fund - Class A	1,077,938.3080	145,359,981	123,870,652	8.44
BEA Union Investment Asia Strategic Growth Fund - Class A	196,317.7720	78,483,919	67,180,620	4.56
BEA Union Investment Global Bond Fund - Class A	7,602,996.9900	885,521,059	913,771,899	51.44
BEA Union Investment Global Equity Fund - Class A	319,537.3780	75,663,256	55,875,941	4.40
BEA Union Investment Greater China Growth Fund - Class A	162,137.0800	50,500,836	42,359,382	2.93
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund - Class A	74,786.8810	10,894,205	8,737,198	0.63
BEA Union Investment Hong Kong Growth Fund - Class A	115,774.2610	30,173,088	33,478,453	1.75
BEA Union Investment Money Market Fund - Class A	870,674.8500	92,535,323	87,071,229	5.38
Fidelity Global Investment Fund - Japanese Equity Fund - Class B	435,141.1570	8,676,715	8,580,984	0.51
Schroder Institutional Pooled Funds - Asia ex Japan ex HK Equity Fund - Class B	73,455.7968	5,486,722	5,518,340	0.32
Schroder Institutional Pooled Funds - European Equity Fund - Class B	530,346.9228	20,175,458	18,135,429	1.17
Approved Index-Tracking Collective Investment Schemes				
<i>Hong Kong</i>				
Hang Seng China Enterprises Index ETF	427,000.0000	30,043,720	29,149,494	1.75
iShares Core MSCI Asia ex Japan ETF	441,696.0000	22,517,662	22,329,854	1.31
iShares Hang Seng TECH ETF	1,185,800.0000	10,666,271	10,440,234	0.62
Premia CSI Caixin China New Economy ETF	560,250.0000	5,039,449	5,245,210	0.29
Tracker Fund of Hong Kong	1,816,500.0000	37,383,570	36,758,498	2.17
<i>The United States of America</i>				
Invesco QQQ Trust, Series 1	7,311.0000	18,418,371	17,763,690	1.07
iShares Core MSCI Europe ETF	32,782.0000	13,479,229	12,590,043	0.78
iShares Europe ETF	38,747.0000	15,214,087	14,057,266	0.88
iShares Global Energy ETF	6,501.0000	1,926,976	1,369,215	0.11
iShares Global Tech ETF	26,382.0000	11,257,742	10,627,714	0.66
iShares MSCI Eurozone ETF	93,905.0000	33,230,490	31,805,655	1.93
iShares MSCI Japan ETF	125,920.0000	58,012,683	60,656,125	3.37
iShares MSCI Taiwan ETF	24,466.0000	8,705,883	8,665,428	0.51

Investment report as at 31 March 2023 (continued)

Investment portfolio (continued)

BEA (MPF) Stable Fund (continued)

	<i>Holding units</i>	<i>Fair value HK\$</i>	<i>Cost HK\$</i>	<i>% of net assets</i>
Approved Index-Tracking Collective Investment Schemes (continued)				
<i>The United States of America (continued)</i>				
iShares Russell 2000 ETF	1,221.0000	1,709,915	2,106,564	0.10
SPDR S&P 500 ETF Trust	11,800.0000	37,921,312	38,019,733	2.20
Total investments		<u>1,708,997,922</u>	<u>1,666,164,850</u>	<u>99.28</u>

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

Investment report as at 31 March 2023 (continued)

Investment portfolio (continued)

BEA (MPF) Long Term Guaranteed 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>				
Principal Long Term Guaranteed Fund	27,488,256.3309	<u>630,838,220</u>	<u>502,376,062</u>	<u>100.21</u>
Total investments		<u><u>630,838,220</u></u>	<u><u>502,376,062</u></u>	<u><u>100.21</u></u>

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

Investment report as at 31 March 2023 (continued)

Investment portfolio (continued)

BEA (MPF) Asian Equity 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 Asia Strategic Growth Fund - Class A	1,818,471.1720	726,988,405	544,135,004	87.84
Approved Index-Tracking Collective Investment Scheme				
<i>Hong Kong</i>				
iShares Hang Seng TECH ETF	460,600.0000	4,143,097	4,085,890	0.50
Tracker Fund of Hong Kong	431,000.0000	8,869,980	8,498,055	1.07
<i>The United Kingdom</i>				
iShares MSCI AC Far East ex-Japan UCITS ETF USD (Dist)	51,677.0000	20,810,593	20,800,986	2.51
<i>The United States of America</i>				
iShares MSCI Singapore ETF	26,075.0000	4,063,020	3,896,518	0.49
iShares MSCI Taiwan ETF	49,317.0000	17,548,762	17,216,544	2.12
Total investments		<u>782,423,857</u>	<u>598,632,997</u>	<u>94.53</u>

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

Investment report as at 31 March 2023 (continued)

Investment portfolio (continued)

BEA (MPF) Hong Kong 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	287.8590	89,660	121,775	0.01
BEA Union Investment Hong Kong Growth Fund - Class A	2,689,397.5840	700,910,798	656,153,879	88.52
Approved Index-Tracking Collective Investment Scheme				
<i>Hong Kong</i>				
Tracker Fund of Hong Kong	4,211,000.0000	86,662,380	92,288,451	10.94
Total investments		<u>787,662,838</u>	<u>748,564,105</u>	<u>99.47</u>

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

Investment report as at 31 March 2023 (continued)

Investment portfolio (continued)

BEA (MPF) Global Bond 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 Global Bond Fund - Class A	1,931,627.9080	224,976,703	230,651,331	84.26
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund - Class A	241,592.2380	35,192,741	31,677,315	13.18
Total investments		<u>260,169,444</u>	<u>262,328,646</u>	<u>97.44</u>

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

Investment report as at 31 March 2023 (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	3,573,218.9190	1,112,950,497	613,584,281	88.52
BEA Union Investment Hong Kong Growth Fund - Class A	539,026.9200	140,481,196	152,811,002	11.17
Total investments		<u>1,253,431,693</u>	<u>766,395,283</u>	<u>99.69</u>

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

Investment report as at 31 March 2023 (continued)

Investment portfolio (continued)

BEA (MPF) Japan Equity 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>				
Fidelity Global Investment Fund - Japanese Equity Fund - Class B	498,832.2270	9,946,715	9,148,458	11.74
Approved Index-Tracking Collective Investment Scheme				
<i>The United States of America</i>				
iShares MSCI Japan ETF	158,392.0000	<u>72,972,878</u>	<u>65,142,855</u>	<u>86.10</u>
Total investments		<u><u>82,919,593</u></u>	<u><u>74,291,313</u></u>	<u><u>97.84</u></u>

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

Investment report as at 31 March 2023 (continued)

Investment portfolio (continued)

BEA (MPF) European Equity 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>				
Schroder Institutional Pooled Funds - European Equity Fund - Class B	183,794.1156	6,991,896	6,295,721	5.68
Approved Index-Tracking Collective Investment Schemes				
<i>The United States of America</i>				
iShares Core MSCI Europe ETF	137,376.0000	56,485,956	51,841,725	45.85
iShares Europe ETF	147,094.0000	57,756,753	51,275,008	46.88
Total investments		<u>121,234,605</u>	<u>109,412,454</u>	<u>98.41</u>

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

Investment report as at 31 March 2023 (continued)

Investment portfolio (continued)

BEA (MPF) Global 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 Global Equity Fund - Class A	1,338,679.3030	316,985,872	189,532,066	84.01
BEA Union Investment Hong Kong Growth Fund - Class A	11,075.0610	2,886,383	2,790,557	0.77
Approved Index-Tracking Collective Investment Schemes				
<i>The United States of America</i>				
iShares Core MSCI Europe ETF	12,200.0000	5,016,369	4,328,223	1.33
iShares Europe ETF	19,281.0000	7,570,723	6,704,777	2.01
iShares MSCI Australia ETF	7,525.0000	1,355,077	1,228,009	0.36
iShares MSCI Japan ETF	8,148.0000	3,753,870	3,228,691	0.99
SPDR S&P 500 ETF Trust	10,341.0000	33,232,567	18,199,808	8.81
Total investments		<u>370,800,861</u>	<u>226,012,131</u>	<u>98.28</u>

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

Investment report as at 31 March 2023 (continued)

Investment portfolio (continued)

BEA (MPF) North American Equity Fund

	<i>Holding units</i>	<i>Fair value HK\$</i>	<i>Cost HK\$</i>	<i>% of net assets</i>
Approved Index-Tracking Collective Investment Schemes				
<i>The United States of America</i>				
iShares Core S&P 500 ETF	60,693.0000	195,852,481	139,145,511	39.31
SPDR S&P 500 ETF Trust	90,712.0000	<u>291,518,484</u>	<u>205,171,514</u>	<u>58.52</u>
Total investments		<u>487,370,965</u>	<u>344,317,025</u>	<u>97.83</u>

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

Investment report as at 31 March 2023 (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	1,642,800.0000	<u>115,587,408</u>	<u>158,233,427</u>	<u>100.03</u>
Total investments		<u><u>115,587,408</u></u>	<u><u>158,233,427</u></u>	<u><u>100.03</u></u>

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

Investment report as at 31 March 2023 (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	11,493,500.0000	<u>236,536,230</u>	<u>278,108,116</u>	<u>99.61</u>
Total investments		<u><u>236,536,230</u></u>	<u><u>278,108,116</u></u>	<u><u>99.61</u></u>

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

Investment report as at 31 March 2023 (continued)

Investment portfolio (continued)

BEA (MPF) RMB & HKD Money Market Fund

	Nominal value	Fair value HK\$	Cost HK\$	% of net assets
Listed/quoted investments				
Bond				
<i>Denominated in Hong Kong Dollars</i>				
Australia and New Zealand Banking Group Limited 4.10% 26 September 2023	1,000,000	1,021,295	1,000,000	0.70
Short-term deposits				
<i>Hong Kong Dollars</i>				
China CITIC Bank International Limited F/D 5.04% 04 April 2023	4,443,143	4,443,143	4,443,143	3.03
China CITIC Bank International Limited F/D 5.04% 04 April 2023	5,528,492	5,528,492	5,528,492	3.76
China CITIC Bank International Limited F/D 5.60% 19 September 2023	2,397,514	2,397,514	2,397,514	1.63
China Construction Bank Corporation F/D 4.83% 04 April 2023	891,897	891,897	891,897	0.61
China Construction Bank Corporation F/D 5.41% 23 May 2023	3,032,390	3,032,390	3,032,390	2.07
China Construction Bank Corporation F/D 5.40% 22 August 2023	816,327	816,327	816,327	0.56
Chong Hing Bank Limited F/D 4.90% 04 April 2023	3,499,084	3,499,084	3,499,084	2.39
Chong Hing Bank Limited F/D 5.10% 13 June 2023	4,172,086	4,172,086	4,172,086	2.84
Chong Hing Bank Limited F/D 5.10% 13 June 2023	4,169,515	4,169,515	4,169,515	2.84
CMB Wing Lung Bank Limited F/D 5.05% 04 July 2023	2,984,604	2,984,604	2,984,604	2.04
Credit Agricole Corporate and Investment Bank F/D 5.20% 13 June 2023	1,388,274	1,388,274	1,388,274	0.95
Credit Agricole Corporate and Investment Bank F/D 4.85% 27 June 2023	4,258,930	4,258,930	4,258,930	2.90
Credit Agricole Corporate and Investment Bank F/D 5.22% 19 September 2023	2,830,519	2,830,519	2,830,519	1.93
Credit Agricole Corporate and Investment Bank F/D 5.22% 19 September 2023	4,374,556	4,374,556	4,374,556	2.98
Dah Sing Bank, Limited F/D 5.07% 22 August 2023	2,234,828	2,234,828	2,234,828	1.52
DBS Bank (Hong Kong) Limited F/D 3.80% 18 April 2023	4,413,482	4,413,482	4,413,482	3.01
DBS Bank (Hong Kong) Limited F/D 3.30% 16 May 2023	734,855	734,855	734,855	0.50
DBS Bank (Hong Kong) Limited F/D 3.30% 16 May 2023	1,101,929	1,101,929	1,101,929	0.75

Investment report as at 31 March 2023 (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>				
Fubon Bank (Hong Kong) Limited F/D 3.95% 18 April 2023	5,178,084	5,178,084	5,178,084	3.53
Sumitomo Mitsui Banking Corporation F/D 4.88% 04 July 2023	2,564,555	2,564,555	2,564,555	1.75
<i>Renminbi</i>				
China Construction Bank Corporation F/D 2.05% 30 May 2023	3,097,814	3,534,606	3,491,392	2.41
China Everbright Bank Co., Ltd. F/D 2.13% 11 April 2023	1,382,989	1,577,990	1,561,256	1.08
China Everbright Bank Co., Ltd. F/D 2.40% 09 May 2023	612,916	699,338	706,325	0.48
China Everbright Bank Co., Ltd. F/D 2.63% 23 May 2023	357,509	407,918	408,383	0.28
China Everbright Bank Co., Ltd. F/D 2.63% 23 May 2023	816,204	931,289	932,350	0.64
China Everbright Bank Co., Ltd. F/D 2.63% 24 May 2023	3,143,308	3,586,515	3,583,214	2.45
China Everbright Bank Co., Ltd. F/D 2.63% 24 May 2023	2,748,206	3,135,702	3,132,817	2.14
China Everbright Bank Co., Ltd. F/D 2.75% 20 June 2023	2,116,026	2,414,385	2,424,965	1.65
CMB Wing Lung Bank Limited F/D 2.12% 11 April 2023	4,673,430	5,332,384	5,275,836	3.64
Dah Sing Bank, Limited F/D 2.40% 09 May 2023	3,037,096	3,465,327	3,499,950	2.36
Dah Sing Bank, Limited F/D 2.40% 09 May 2023	3,471,760	3,961,278	4,000,856	2.70
DBS Bank (Hong Kong) Limited F/D 2.25% 23 May 2023	821,918	937,809	938,877	0.64
DBS Bank (Hong Kong) Limited F/D 2.25% 23 May 2023	1,604,972	1,831,273	1,833,359	1.25
DBS Bank (Hong Kong) Limited F/D 2.25% 23 May 2023	1,943,175	2,217,162	2,219,688	1.51
Fubon Bank (Hong Kong) Limited F/D 2.35% 11 April 2023	2,633,409	3,004,719	2,972,855	2.05
Fubon Bank (Hong Kong) Limited F/D 2.25% 09 May 2023	921,712	1,051,674	1,062,181	0.72
Fubon Bank (Hong Kong) Limited F/D 2.30% 23 May 2023	522,146	595,769	596,447	0.41
Fubon Bank (Hong Kong) Limited F/D 2.30% 30 May 2023	1,489,258	1,699,243	1,678,468	1.16
Fubon Bank (Hong Kong) Limited F/D 2.30% 04 July 2023	1,006,201	1,148,076	1,146,365	0.78
Industrial and Commercial Bank of China (Asia) Limited F/D 2.10% 24 May 2023	2,974,058	3,393,401	3,390,278	2.31

Investment report as at 31 March 2023 (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>				
Industrial and Commercial Bank of China (Asia) Limited F/D 2.10% 24 May 2023	2,613,415	2,981,906	2,979,162	2.03
Industrial and Commercial Bank of China (Asia) Limited F/D 2.10% 24 May 2023	3,932,446	4,486,921	4,482,792	3.06
MUFG Bank, Ltd. F/D 2.30% 23 May 2023	534,730	610,127	610,822	0.42
MUFG Bank, Ltd. F/D 2.30% 23 May 2023	1,059,916	1,209,364	1,210,742	0.82
MUFG Bank, Ltd. F/D 2.30% 23 May 2023	1,620,054	1,848,482	1,850,588	1.26
MUFG Bank, Ltd. F/D 2.30% 23 May 2023	3,407,977	3,888,502	3,892,932	2.65
MUFG Bank, Ltd. F/D 2.28% 24 May 2023	4,418,389	5,041,381	5,036,742	3.44
Sumitomo Mitsui Banking Corporation F/D 1.90% 11 April 2023	3,039,306	3,467,848	3,431,073	2.36
Sumitomo Mitsui Banking Corporation F/D 2.25% 09 May 2023	2,724,609	3,108,778	3,139,839	2.12
Sumitomo Mitsui Banking Corporation F/D 2.30% 30 May 2023	2,767,740	3,157,991	3,119,381	2.15
Total investments		<u>136,763,517</u>	<u>136,624,999</u>	<u>93.26</u>

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

Investment report as at 31 March 2023 (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	1,743,443.6050	<u>201,367,736</u>	<u>203,920,079</u>	<u>99.55</u>
Total investments		<u><u>201,367,736</u></u>	<u><u>203,920,079</u></u>	<u><u>99.55</u></u>

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

Investment report as at 31 March 2023 (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	3,842,940.3390	<u>538,857,094</u>	<u>488,204,496</u>	<u>100.07</u>
Total investments		<u><u>538,857,094</u></u>	<u><u>488,204,496</u></u>	<u><u>100.07</u></u>

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

Investment report for the year ended 31 March 2023 (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 2023</i>	<i>31 March 2022</i>
Short-term deposits		
Hong Kong Dollar	<u>93.91</u>	<u>96.58</u>

Investment report for the year ended 31 March 2023 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Growth Fund

	<i>Portfolio holdings</i>			
	<i>As at 31 March 2022 units</i>	<i>Additions units</i>	<i>Disposals units</i>	<i>As at 31 March 2023 units</i>
Approved Pooled Investment Funds				
BEA Union Investment Asia Pacific Investment Grade Bond Fund - Class A	1,134,340.4850	235,803.2790	-	1,370,143.7640
BEA Union Investment Asia Strategic Growth Fund - Class A	804,420.0080	155,305.9810	118,833.5020	840,892.4870
BEA Union Investment Global Bond Fund - Class A	4,188,371.9980	1,211,863.9660	140,922.3030	5,259,313.6610
BEA Union Investment Global Equity Fund - Class A	638,976.3920	676,597.1980	112,132.3760	1,203,441.2140
BEA Union Investment Greater China Growth Fund - Class A	184,751.8930	156,589.5500	-	341,341.4430
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	1,426,721.6940	244,705.6410	560,696.2470	1,110,731.0880
BEA Union Investment Money Market Fund - Class A	573,194.8350	-	154,081.2830	419,113.5520
Fidelity Global Investment Fund - Japanese Equity Fund - Class B	-	796,148.4220	-	796,148.4220
PineBridge Fund Series - PineBridge India Equity Fund – Provident Fund Units	10,968.3674	-	10,968.3674	-
Schroder Institutional Pooled Funds - Asia ex Japan ex HK Equity Fund - Class B	28,227.8442	427,297.9303	199,454.4718	256,071.3027
Schroder Institutional Pooled Funds - European Equity Fund - Class B	2,081,466.7633	893,683.5965	490,595.8728	2,484,554.4870

Investment report for the year ended 31 March 2023 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Growth Fund (continued)

	<i>Portfolio holdings</i>			
	<i>As at 31 March 2022 units</i>	<i>Additions units</i>	<i>Disposals units</i>	<i>As at 31 March 2023 units</i>
Approved Index-Tracking Collective Investment Schemes				
Hang Seng China Enterprises Index ETF	-	1,123,800.0000	617,000.0000	506,800.0000
Invesco QQQ Trust, Series 1	-	54,418.0000	38,251.0000	16,167.0000
iShares Core MSCI Asia ex Japan ETF	-	1,333,544.0000	331,400.0000	1,002,144.0000
iShares Core MSCI Europe ETF	545,499.0000	269,060.0000	511,434.0000	303,125.0000
iShares Europe ETF	262,902.0000	168,692.0000	147,341.0000	284,253.0000
iShares Global Energy ETF	12,070.0000	-	-	12,070.0000
iShares Global Financials ETF	10,439.0000	26,840.0000	37,279.0000	-
iShares Global Tech ETF	-	80,194.0000	-	80,194.0000
iShares Hang Seng Tech ETF	-	7,496,600.0000	5,322,200.0000	2,174,400.0000
iShares MSCI Australia ETF	401,793.0000	-	401,793.0000	-
iShares MSCI Eurozone ETF	-	119,498.0000	-	119,498.0000
iShares MSCI Japan ETF	573,282.0000	92,450.0000	74,227.0000	591,505.0000
iShares MSCI Taiwan ETF	-	90,483.0000	-	90,483.0000
iShares Russell 2000 ETF	1,623.0000	-	-	1,623.0000
iShares S&P 500 Growth ETF	-	64,100.0000	64,100.0000	-
iShares U.S Financials ETF	-	26,700.0000	26,700.0000	-
Premia CSI Caixin China New Economy ETF	-	1,060,000.0000	-	1,060,000.0000
SPDR Dow Jones Industrial Average ETF Trust	-	11,283.0000	11,283.0000	-
SPDR S&P 500 ETF Trust	111,657.0000	70,580.0000	117,668.0000	64,569.0000
Tracker Fund of Hong Kong	<u>12,219,000.0000</u>	<u>17,188,500.0000</u>	<u>19,437,500.0000</u>	<u>9,970,000.0000</u>

Investment report for the year ended 31 March 2023 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Balanced Fund

	<i>Portfolio holdings</i>			
	<i>As at 31 March 2022 units</i>	<i>Additions units</i>	<i>Disposals units</i>	<i>As at 31 March 2023 units</i>
Approved Pooled Investment Funds				
BEA Union Investment Asia Pacific Investment Grade Bond Fund - Class A	867,123.2310	121,264.7930	-	988,388.0240
BEA Union Investment Asia Strategic Growth Fund - Class A	306,198.8060	68,889.8100	53,146.5910	321,942.0250
BEA Union Investment Global Bond Fund - Class A	4,672,843.9340	515,469.4920	71,978.5210	5,116,334.9050
BEA Union Investment Global Equity Fund - Class A	228,841.6950	319,079.7650	21,677.6440	526,243.8160
BEA Union Investment Greater China Growth Fund - Class A	78,550.1650	80,632.8180	-	159,182.9830
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund - Class A	91,923.6550	-	-	91,923.6550
BEA Union Investment Hong Kong Growth Fund - Class A	477,979.6980	126,521.2910	242,315.8580	362,185.1310
BEA Union Investment Money Market Fund - Class A	298,609.2410	-	78,895.6020	219,713.6390
Fidelity Global Investment Fund - Japanese Equity Fund - Class B	-	411,342.1990	-	411,342.1990
PineBridge Fund Series - PineBridge India Equity Fund – Provident Fund Units	4,614.2913	-	4,614.2913	-
Schroder Institutional Pooled Funds - Asia ex Japan ex HK Equity Fund – Class B	10,147.9151	156,440.7968	100,142.2412	66,446.4707
Schroder Institutional Pooled Funds - European Equity Fund – Class B	640,534.2050	461,838.6396	259,138.6089	843,234.2357

Investment report for the year ended 31 March 2023 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Balanced Fund (continued)

	<i>Portfolio holdings</i>			
	<i>As at 31 March 2022 units</i>	<i>Additions units</i>	<i>Disposals units</i>	<i>As at 31 March 2023 units</i>
Approved Index-Tracking Collective Investment Schemes				
Hang Seng China Enterprises Index ETF	-	580,800.0000	319,200.0000	261,600.0000
Invesco QQQ Trust, Series 1	-	27,740.0000	18,734.0000	9,006.0000
iShares Core MSCI Asia ex Japan ETF	-	603,428.0000	150,700.0000	452,728.0000
iShares Core MSCI Europe ETF	206,315.0000	147,891.0000	263,754.0000	90,452.0000
iShares Europe ETF	81,554.0000	87,318.0000	69,718.0000	99,154.0000
iShares Global Energy ETF	6,966.0000	-	-	6,966.0000
iShares Global Financials ETF	5,465.0000	13,947.0000	19,412.0000	-
iShares Global Tech ETF	-	37,274.0000	-	37,274.0000
iShares Hang Seng TECH ETF	-	3,858,500.0000	2,736,000.0000	1,122,500.0000
iShares MSCI Australia ETF	144,899.0000	-	144,899.0000	-
iShares MSCI Eurozone ETF	-	70,921.0000	-	70,921.0000
iShares MSCI Japan ETF	202,581.0000	48,373.0000	45,511.0000	205,443.0000
iShares MSCI Taiwan ETF	-	32,381.0000	-	32,381.0000
iShares Russell 2000 ETF	912.0000	-	-	912.0000
iShares S&P 500 Growth ETF	-	33,600.0000	33,600.0000	-
iShares US Financials ETF	-	14,000.0000	14,000.0000	-
Premia CSI Caixin China New Economy ETF	-	547,250.0000	-	547,250.0000
SPDR Dow Jones Industrial Average ETF Trust	-	5,907.0000	5,907.0000	-
SPDR S&P 500 ETF Trust	42,539.0000	35,254.0000	59,797.0000	17,996.0000
Tracker Fund of Hong Kong	4,931,500.0000	7,343,000.0000	8,976,000.0000	3,298,500.0000

Investment report for the year ended 31 March 2023 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Stable Fund

	<i>Portfolio holdings</i>			
	<i>As at 31 March 2022 units</i>	<i>Additions units</i>	<i>Disposals units</i>	<i>As at 31 March 2023 units</i>
Approved Pooled Investment Funds				
BEA Union Investment Asia Pacific Investment Grade Bond Fund - Class A	950,285.8600	127,652.4480	-	1,077,938.3080
BEA Union Investment Asia Strategic Growth Fund – Class A	226,918.8120	72,934.9550	103,535.9950	196,317.7720
BEA Union Investment Global Bond Fund – Class A	7,060,262.7880	617,625.5960	74,891.3940	7,602,996.9900
BEA Union Investment Global Equity Fund – Class A	176,875.1300	302,933.9170	160,271.6690	319,537.3780
BEA Union Investment Greater China Growth Fund – Class A	48,815.6590	113,321.4210	-	162,137.0800
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	175,674.0580	133,827.2210	193,727.0180	115,774.2610
BEA Union Investment Money Market Fund – Class A	952,977.4790	-	82,302.6290	870,674.8500
Fidelity Global Investment Fund – Japanese Equity Fund – Class B	-	435,141.1570	-	435,141.1570
PineBridge Fund Series – PineBridge India Equity Fund – Provident Fund Units	8,841.8819	-	8,841.8819	-
Schroder Institutional Pooled Funds - Asia ex Japan ex HK Equity Fund - Class B	11,842.8685	164,423.5308	102,810.6025	73,455.7968
Schroder Institutional Pooled Funds - European Equity Fund - Class B	42,390.8918	487,956.0310	-	530,346.9228

Investment report for the year ended 31 March 2023 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Stable Fund (continued)

	<i>Portfolio holdings</i>			
	<i>As at 31 March 2022 units</i>	<i>Additions units</i>	<i>Disposals units</i>	<i>As at 31 March 2023 units</i>
Approved Index-Tracking Collective Investment Schemes				
Hang Seng China Enterprises Index ETF	-	650,800.0000	223,800.0000	427,000.0000
Invesco QQQ Trust, Series 1	-	24,927.0000	17,616.0000	7,311.0000
iShares Core MSCI Asia ex Japan ETF	-	629,196.0000	187,500.0000	441,696.0000
iShares Core MSCI Europe ETF	159,338.0000	161,145.0000	287,701.0000	32,782.0000
iShares Europe ETF	31,989.0000	89,305.0000	82,547.0000	38,747.0000
iShares Global Energy ETF	6,501.0000	-	-	6,501.0000
iShares Global Financials ETF	5,345.0000	14,853.0000	20,198.0000	-
iShares Global Tech ETF	-	26,382.0000	-	26,382.0000
iShares Hang Seng TECH ETF	-	4,067,600.0000	2,881,800.0000	1,185,800.0000
iShares MSCI Australia ETF	75,240.0000	-	75,240.0000	-
iShares MSCI Eurozone ETF	-	93,905.0000	-	93,905.0000
iShares MSCI Japan ETF	115,501.0000	51,608.0000	41,189.0000	125,920.0000
iShares MSCI Taiwan ETF	-	24,466.0000	-	24,466.0000
iShares Russell 2000 ETF	1,221.0000	-	-	1,221.0000
iShares S&P 500 Growth ETF	-	17,800.0000	17,800.0000	-
iShares U.S. Financials ETF	-	14,700.0000	14,700.0000	-
Premia CSI Caixin China New Economy ETF	-	560,250.0000	-	560,250.0000
SPDR Dow Jones Industrial Average ETF Trust	-	6,333.0000	6,333.0000	-
SPDR S&P 500 ETF Trust	26,513.0000	35,478.0000	50,191.0000	11,800.0000
Tracker Fund of Hong Kong	4,399,000.0000	5,925,000.0000	8,507,500.0000	1,816,500.0000

Investment report for the year ended 31 March 2023 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Long Term Guaranteed Fund

	<i>Portfolio holdings</i>			<i>As at 31 March 2023 units</i>
	<i>As at 31 March 2022 units</i>	<i>Additions units</i>	<i>Disposals units</i>	
Approved Pooled Investment Fund				
Principal Long Term Guaranteed Fund	28,930,489.6079	2,590,868.9575	4,033,102.2345	27,488,256.3309

Investment report for the year ended 31 March 2023 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Asian Equity Fund

	<i>Portfolio holdings</i>			
	<i>As at 31 March 2022 units</i>	<i>Additions units</i>	<i>Disposals units</i>	<i>As at 31 March 2023 units</i>
Approved Pooled Investment Funds				
BEA Union Investment Asia Strategic Growth Fund - Class A	1,592,933.1850	260,583.3640	35,045.3770	1,818,471.1720
PineBridge Fund Series - PineBridge India Equity Fund - Provident Fund Units	850,329.6561	-	850,329.6561	-
Approved Index-Tracking Collective Investment Schemes				
iShares Hang Seng TECH ETF	-	4,462,100.0000	4,001,500.0000	460,600.0000
iShares MSCI AC Far East ex-Japan UCITS ETF USD (Dist)	2,121.0000	172,529.0000	122,973.0000	51,677.0000
iShares MSCI Singapore ETF	-	114,400.0000	88,325.0000	26,075.0000
iShares MSCI Taiwan ETF	-	49,317.0000	-	49,317.0000
Tracker Fund of Hong Kong	-	3,608,000.0000	3,177,000.0000	431,000.0000

Investment report for the year ended 31 March 2023 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Hong Kong Equity Fund

	<i>Portfolio holdings</i>			
	<i>As at 31 March 2022 units</i>	<i>Additions units</i>	<i>Disposals units</i>	<i>As at 31 March 2023 units</i>
Approved Pooled Investment Funds				
BEA Union Investment Greater China Growth Fund- Class A	98,564.9640	-	98,277.1050	287.8590
BEA Union Investment Hong Kong Growth Fund - Class A	2,471,739.9950	307,364.0880	89,706.4990	2,689,397.5840
Approved Index-Tracking Collective Investment Scheme				
Tracker Fund of Hong Kong	2,369,000.0000	1,989,500.0000	147,500.0000	4,211,000.0000

Investment report for the year ended 31 March 2023 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Global Bond Fund

	<i>Portfolio holdings</i>			<i>As at 31 March 2023 units</i>
	<i>As at 31 March 2022 units</i>	<i>Additions units</i>	<i>Disposals units</i>	
Approved Pooled Investment Funds				
BEA Union Investment Global Bond Fund - Class A	1,948,070.2940	84,997.2600	101,439.6460	1,931,627.9080
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund - Class A	<u>243,628.2180</u>	<u>10,664.2680</u>	<u>12,700.2480</u>	<u>241,592.2380</u>

Investment report for the year ended 31 March 2023 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Greater China Equity Fund

	<i>Portfolio holdings</i>			
	<i>As at 31 March 2022 units</i>	<i>Additions units</i>	<i>Disposals units</i>	<i>As at 31 March 2023 units</i>
Approved Pooled Investment Funds				
BEA Union Investment Greater China Growth Fund - Class A	3,574,136.5730	57,761.0040	58,678.6580	3,573,218.9190
BEA Union Investment Hong Kong Growth Fund - Class A	486,003.1470	101,923.5500	48,899.7770	539,026.9200

Investment report for the year ended 31 March 2023 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Japan Equity Fund

	<i>Portfolio holdings</i>			<i>As at 31 March 2023 units</i>
	<i>As at 31 March 2022 units</i>	<i>Additions units</i>	<i>Disposals units</i>	
Approved Pooled Investment Fund				
Fidelity Global Investment Fund - Japanese Equity Fund - Class B	473,459.7580	25,372.4690	-	498,832.2270
Approved Index-Tracking Collective Investment Scheme				
iShares MSCI Japan ETF	155,215.0000	24,739.0000	21,562.0000	158,392.0000

Investment report for the year ended 31 March 2023 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) European Equity Fund

	<i>Portfolio holdings</i>			<i>As at 31 March 2023 units</i>
	<i>As at 31 March 2022 units</i>	<i>Additions units</i>	<i>Disposals units</i>	
Approved Pooled Investment Fund				
Schroder Institutional Pooled Funds - European Equity Fund - Class B	814,733.2217	-	630,939.1061	183,794.1156
Approved Index-Tracking Collective Investment Schemes				
iShares Core MSCI Europe ETF	105,303.0000	39,176.0000	7,103.0000	137,376.0000
iShares Europe ETF	109,970.0000	39,698.0000	2,574.0000	147,094.0000

Investment report for the year ended 31 March 2023 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Global Equity Fund

	<i>Portfolio holdings</i>			<i>As at 31 March 2023 units</i>
	<i>As at 31 March 2022 units</i>	<i>Additions units</i>	<i>Disposals units</i>	
Approved Pooled Investment Funds				
BEA Union Investment Global Equity Fund - Class A	1,301,760.7480	36,918.5550	-	1,338,679.3030
BEA Union Investment Hong Kong Growth Fund - Class A	3,642.3440	7,432.7170	-	11,075.0610
Approved Index-Tracking Collective Investment Schemes				
iShares Core MSCI Europe ETF	12,200.0000	-	-	12,200.0000
iShares Europe ETF	19,281.0000	-	-	19,281.0000
iShares MSCI Australia ETF	7,525.0000	-	-	7,525.0000
iShares MSCI Japan ETF	8,148.0000	-	-	8,148.0000
SPDR S&P 500 ETF Trust	8,930.0000	1,411.0000	-	10,341.0000

Investment report for the year ended 31 March 2023 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) North American Equity Fund

	<i>Portfolio holdings</i>			<i>As at 31 March 2023 units</i>
	<i>As at 31 March 2022 units</i>	<i>Additions units</i>	<i>Disposals units</i>	
Approved Index-Tracking Collective Investment Schemes				
iShares Core S&P 500 ETF	58,336.0000	4,199.0000	1,842.0000	60,693.0000
SPDR S&P 500 ETF Trust	86,168.0000	5,350.0000	806.0000	90,712.0000

Investment report for the year ended 31 March 2023 (continued)

Statement of movements in investment portfolio (continued)

BEA China Tracker Fund

	<i>Portfolio holdings</i>			<i>As at 31 March 2023 units</i>
	<i>As at 31 March 2022 units</i>	<i>Additions units</i>	<i>Disposals units</i>	
Approved Index-Tracking Collective Investment Scheme				
Hang Seng China Enterprises Index ETF	1,441,400.0000	369,200.0000	167,800.0000	1,642,800.0000

Investment report for the year ended 31 March 2023 (continued)

Statement of movements in investment portfolio (continued)

BEA Hong Kong Tracker Fund

	<i>Portfolio holdings</i>			<i>As at 31 March 2023 units</i>
	<i>As at 31 March 2022 units</i>	<i>Additions units</i>	<i>Disposals units</i>	
Approved Index-Tracking Collective Investment Scheme				
Tracker Fund of Hong Kong	10,338,000.0000	2,741,500.0000	1,586,000.0000	11,493,500.0000

Investment report for the year ended 31 March 2023 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) RMB & HKD Money Market Fund

	% of net assets	
	As at 31 March 2023	As at 31 March 2022
Bond		
Hong Kong Dollar	0.70	-
Short-term deposits		
Hong Kong Dollar	41.59	31.08
Renminbi	50.97	63.49
	<u>93.26</u>	<u>94.57</u>

Investment report for the year ended 31 March 2023 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Age 65 Plus Fund

	<i>Portfolio holdings</i>			<i>As at 31 March 2023 units</i>
	<i>As at 31 March 2022 units</i>	<i>Additions units</i>	<i>Disposals units</i>	
Approved Pooled Investment Fund				
BEA Union Investment Age 65 Plus Fund - Class I	1,532,299.4900	352,879.5690	141,735.4540	1,743,443.6050

Investment report for the year ended 31 March 2023 (continued)

Statement of movements in investment portfolio (continued)

BEA (MPF) Core Accumulation Fund

	<i>Portfolio holdings</i>			<i>As at 31 March 2023 units</i>
	<i>As at 31 March 2022 units</i>	<i>Additions units</i>	<i>Disposals units</i>	
Approved Pooled Investment Fund				
BEA Union Investment Core Accumulation Fund - Class I	3,259,968.2340	780,410.8040	197,438.6990	3,842,940.3390

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 98 to 159, 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 2023, 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 2023, 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 ("HKSAAs") 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. The Trustee of the Scheme considers that BEA (MPF) Long Term Guaranteed Fund is no longer a going concern and has prepared the financial statements on the basis as set out in note 2(b) thereto.

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. For BEA (MPF) Long Term Guaranteed Fund, conclude on the appropriateness of the Trustee's judgement that this constituent fund is no longer a going concern based on the audit evidence obtained.
- 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.

A handwritten signature in black ink, appearing to read 'G. M. H.' or similar, written in a cursive style.

Certified Public Accountants

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

14 September 2023

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 2023 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 2023.

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 management

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 Management 1, which requires the firm to design, implement and operate a system of quality management including 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 2023 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 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 29 July 2022, 30 December 2022 and 31 March 2023;
 - 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 29 July 2022, 30 December 2022 and 31 March 2023; and

Independent auditor's assurance report (continued)

Opinion (continued)

Based on the foregoing: (continued)

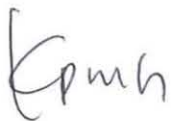
1. In our opinion: (continued)
 - d. the requirements specified in section 34DD(4)(b) of the MPFSO with respect to the controls of out-of-pocket expenses of the BEA (MPF) Age 65 Plus Fund and BEA (MPF) Core Accumulation Fund have been complied with, in all material respects, as at 31 March 2023.
2. As at 31 March 2023, 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 2023 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 2023

Statement of changes in net assets available for benefits - Master Trust Scheme for the year ended 31 March 2023

	Note	2023 HK\$	2022 HK\$
Income			
Net loss on investments in constituent funds	9	(1,185,028,636)	(1,278,341,945)
Interest on bank deposits	10(b)	1,891,433	1,981,561
Total investment loss		<u>(1,183,137,203)</u>	<u>(1,276,360,384)</u>
Expenses			
Administrative and other expenses		1,844,383	1,957,727
Total operating expenses		<u>1,844,383</u>	<u>1,957,727</u>
Net loss		<u>(1,184,981,586)</u>	<u>(1,278,318,111)</u>
Contributions received and receivable			
	12		
From employers			
- Mandatory		500,448,938	506,311,170
- Additional voluntary		283,186,231	281,497,752
From members			
- Mandatory		482,592,052	490,633,871
- Additional voluntary		34,484,758	47,586,001
		<u>1,300,711,979</u>	<u>1,326,028,794</u>
Contribution surcharge		<u>373,045</u>	<u>418,388</u>
Transfers in			
Group transfers in from other schemes		13,316,897	34,296,758
Individual transfers in from other schemes		115,366,155	199,757,496
Special contributions		-	9,045
		<u>128,683,052</u>	<u>234,063,299</u>

Statement of changes in net assets available for benefits - Master Trust Scheme for the year ended 31 March 2023 (continued)

	Note	2023 HK\$	2022 HK\$
Benefits paid and payable	13		
Retirement		211,714,124	220,614,899
Early retirement		63,960,698	92,570,101
Terminal illness		1,493,763	3,300,684
Death		14,777,420	17,732,433
Permanent departure		71,935,604	103,060,440
Total incapacity		3,914,526	5,425,275
Small balance		8,602	11,381
Refund of contributions to leavers or employers		78,667,247	121,096,897
		<u>446,471,984</u>	<u>563,812,110</u>
Transfers out			
Group transfers out to other schemes		122,952,153	170,008,720
Individual transfers out to other schemes		547,445,974	976,234,779
		<u>670,398,127</u>	<u>1,146,243,499</u>
Forfeitures		<u>27,743,162</u>	<u>35,059,611</u>
Long service and severance payments and other payments		<u>77,141,689</u>	<u>105,387,121</u>
Fees and expenses deduction for conservative fund	22	<u>-</u>	<u>3,700,291</u>
Changes in net assets available for benefits attributable to members		(976,968,472)	(1,572,010,262)
Net assets available for benefits attributable to members at the beginning of the year		<u>15,108,120,716</u>	<u>16,680,130,978</u>
Net assets available for benefits attributable to members at the end of the year		<u>14,131,152,244</u>	<u>15,108,120,716</u>

The notes on pages 110 to 159 form part of these financial statements.

Statement of net assets available for benefits - Master Trust Scheme as at 31 March 2023

	Note	2023 HK\$	2022 HK\$
Assets			
Investments	7	14,100,196,459	15,117,304,070
Contributions receivable			
- from employers		36,117,972	36,806,257
- from members		28,681,712	28,948,634
- from other schemes		168,613	390,100
Interest receivable		155,077	176,493
Other receivables		155,747	192,550
Bank balances	8, 10(b)	14,224,687	11,412,319
Total assets		<u>14,179,700,267</u>	<u>15,195,230,423</u>
Liabilities			
Benefits payable	8	44,727,806	81,351,990
Forfeitures payable		2,704,062	4,036,182
Accruals and other payables		1,116,155	1,721,535
Total liabilities (excluding net assets available for benefits attributable to members)		<u>48,548,023</u>	<u>87,109,707</u>
Net assets available for benefits attributable to members		<u>14,131,152,244</u>	<u>15,108,120,716</u>

Approved and authorised for issue by the Trustee on 14 September 2023.




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)
) 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 110 to 159 form part of these financial statements.

Cash flow statement - Master Trust Scheme for the year ended 31 March 2023

	Note	2023 HK\$	2022 HK\$
Cash flows from operating activities			
Net loss		(1,184,981,586)	(1,278,318,111)
Adjustments for:			
Net loss on investments in constituent funds		1,185,028,636	1,278,341,945
Interest on bank deposits		(1,891,433)	(1,981,561)
Fees and expenses deduction for conservative fund	22	-	(3,700,291)
		<u>(1,844,383)</u>	<u>(5,658,018)</u>
Payments on purchase of investments		(2,164,387,586)	(2,765,892,930)
Proceeds from sale of investments		1,996,466,561	3,069,644,393
Decrease in other receivables		36,803	181,337
(Decrease)/increase in accruals and other payables		(605,380)	387,452
Interest received on bank deposits		<u>1,912,849</u>	<u>1,959,396</u>
Net cash (used in)/generated from operating activities		<u><u>(168,421,136)</u></u>	<u><u>300,621,630</u></u>
Cash flows from financing activities			
Contributions and transfers in received		1,430,944,770	1,565,279,396
Benefits paid, transfers out, long service and severance payments and other payments		(1,230,635,984)	(1,835,777,337)
Forfeitures paid		<u>(29,075,282)</u>	<u>(32,713,558)</u>
Net cash generated from/(used in) financing activities		<u><u>171,233,504</u></u>	<u><u>(303,211,499)</u></u>
Net increase/(decrease) in cash and cash equivalents		2,812,368	(2,589,869)
Cash and cash equivalents at the beginning of the year		<u>11,412,319</u>	<u>14,002,188</u>
Cash and cash equivalents at the end of the year		<u><u>14,224,687</u></u>	<u><u>11,412,319</u></u>
Analysis of balance of cash and cash equivalents			
Bank balances		<u><u>14,224,687</u></u>	<u><u>11,412,319</u></u>

The notes on pages 110 to 159 form part of these financial statements.

Statement of comprehensive income - Constituent funds for the year ended 31 March 2023

		2023																	
Note	BEA (MPF) Conservative Fund ⁽¹⁾ 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	-	(248,762,540)	(127,651,462)	(128,864,638)	(23,911,065)	(151,573,033)	(89,610,730)	(21,367,187)	(173,213,455)	(3,420,752)	(818,432)	(26,959,515)	(47,640,274)	(7,533,312)	(16,121,135)	21,295	(11,739,097)	(29,667,365)
Dividend income		-	27,057,810	9,950,125	6,850,628	-	654,265	2,118,720	-	847,182	3,017,633	983,208	7,552,523	3,063,050	7,003,560	-	-	-	-
Interest income	10(b)	202,525	321,047	139,506	176,520	739	60,417	12,316	16,541	19,786	2,407	5,368	14,006	22,799	609	1,450	21,977	1,486	3,035
Interest income from financial assets at fair value through profit or loss	10(c)	33,784,840	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Exchange gain/(loss)		-	212,865	32,694	15,199	-	856,463	-	-	1	3,423,482	1,756,211	(249,129)	(2,337,900)	-	-	-	-	-
Other income		-	-	-	-	245	-	-	-	-	704	-	-	-	-	-	-	-	-
Total investment income/(loss)		33,987,365	(221,170,818)	(117,529,137)	(121,822,291)	(23,910,081)	(150,001,888)	(87,479,694)	(21,350,646)	(173,193,668)	853,023	3,960,780	(26,211,430)	(42,402,852)	(4,469,653)	(9,116,125)	(4,003,489)	(11,737,611)	(29,664,330)
Expenses																			
Trustee, administration and custodian fees	10(a)	9,352,189	14,064,999	7,305,546	7,713,468	2,847,951	3,784,906	3,423,148	1,169,200	5,584,191	365,374	505,302	1,592,284	2,112,182	276,968	571,264	638,712	549,762	1,413,011
Investment management fees	10(a)	4,413,535	9,695,376	5,035,627	5,316,378	6,328,780	2,609,328	2,360,021	805,684	3,851,136	251,919	348,229	1,097,434	1,455,935	213,234	439,670	440,108	298,266	766,536
Sponsor fees	10(a)	2,652,563	13,746,289	7,140,284	7,539,402	316,439	3,698,849	3,345,227	597,355	5,455,848	336,740	465,869	1,467,912	1,947,025	31,776	65,679	42,475	549,762	1,413,011
Auditor's remuneration		43,888	133,414	86,551	87,273	-	47,801	27,847	33,969	53,829	-	-	13,930	6,560	-	-	-	39,329	41,406
Safe custody and bank charges		7,210	180,110	80,457	60,926	-	15,513	3,872	5,150	5,033	15,642	21,387	10,435	67,503	5,996	12,752	7,030	-	-
License and registration fees		4,500	4,500	4,500	4,500	-	4,500	4,500	4,500	4,500	-	-	4,500	4,500	30,144	54,929	-	-	-
Printing and postage expenses		149,665	317,085	165,463	174,459	-	86,489	79,071	25,861	129,568	-	-	34,772	41,592	1,650	3,396	-	18,154	46,074
Fund price publication expenses		14,795	14,795	14,795	14,795	-	14,795	14,795	14,795	14,795	-	-	14,795	14,795	12,923	11,184	-	14,795	14,795
Professional indemnity insurance		60,946	151,373	77,755	80,804	-	42,297	36,363	12,542	63,241	-	-	16,364	21,855	-	-	-	8,207	20,663
Transaction costs		-	1,104,705	514,785	496,552	-	425,813	71,244	-	-	6,697	12,291	332	4,017	63,524	149,600	-	-	-
Miscellaneous expenses		145	431,445	134,751	51,250	-	38,258	58	25	95	45,686	57,461	34	46	-	-	10	5,486	5,515
Total operating expenses		16,699,436	39,844,091	20,560,514	21,539,807	9,493,170	10,768,549	9,366,146	2,669,081	15,162,236	1,022,058	1,410,539	4,252,792	5,676,010	636,215	1,308,474	1,128,335	1,483,761	3,721,011
Profit/(loss) before taxation		17,287,929	(261,014,909)	(138,089,651)	(143,362,098)	(33,403,251)	(160,770,437)	(96,845,840)	(24,019,727)	(188,355,904)	(169,035)	2,550,241	(30,464,222)	(48,078,862)	(5,105,868)	(10,424,599)	(5,131,824)	(13,221,372)	(33,385,341)
Overseas withholding tax	15	-	(5,902,675)	(2,106,102)	(1,282,448)	-	(12,476)	-	-	-	(254,155)	(905,290)	(294,963)	(2,265,757)	-	-	-	-	-
Changes in net assets attributable to members from operations		17,287,929	(266,917,584)	(140,195,753)	(144,644,546)	(33,403,251)	(160,782,913)	(96,845,840)	(24,019,727)	(188,355,904)	(423,190)	1,644,951	(30,759,185)	(50,344,619)	(5,105,868)	(10,424,599)	(5,131,824)	(13,221,372)	(33,385,341)

(1) Change of the fees and charges deduction method for the BEA (MPF) Conservative Fund from member level deduction to fund level deduction effective from 1 April 2022.

The notes on pages 110 to 159 form part of these financial statements.

Statement of comprehensive income - Constituent funds for the year ended 31 March 2023 (continued)

		2022																	
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	-	(230,420,642)	(111,797,855)	(105,708,968)	(19,166,458)	(84,228,176)	(269,039,604)	(15,620,267)	(322,837,292)	(8,446,115)	(1,479,961)	30,149,245	60,066,976	(47,232,839)	(54,568,155)	-	(2,797,004)	16,110,932
Dividend income		-	31,878,347	11,670,531	7,924,309	-	63,091	1,587,230	-	-	1,667,338	2,440,479	953,817	6,331,641	2,356,392	5,822,220	-	-	-
Interest income	10(b)	848	4,365	2,364	3,882	-	307	77	43	129	60	24	87	158	4	9	10,314	6	13
Interest income from financial assets at fair value through profit or loss	10(c)	3,788,954	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Exchange gain/(loss)		-	289,616	153,074	406,645	-	74,681	-	-	365	2,881,808	2,490,488	(243,350)	(1,559,109)	-	-	-	-	-
Other income		-	-	-	-	-	-	-	-	-	809	-	-	-	-	-	-	-	-
Total investment income/(loss)		3,789,802	(198,248,314)	(99,971,886)	(97,374,132)	(19,166,458)	(84,090,097)	(267,452,297)	(15,620,224)	(322,836,798)	(3,896,100)	3,451,030	30,859,799	64,839,666	(44,876,443)	(48,745,926)	6,413,059	(2,796,998)	16,110,945
Expenses																			
Trustee, administration and custodian fees	10(a)	-	17,324,213	8,859,302	9,185,678	3,317,629	4,952,459	4,266,281	1,483,634	7,619,278	416,584	564,490	1,691,913	2,174,307	332,085	595,119	665,171	539,728	1,352,726
Investment management fees	10(a)	-	11,937,799	6,104,279	6,328,871	7,372,509	3,413,246	2,942,519	1,022,279	5,254,161	287,111	388,825	1,165,009	1,496,980	255,952	458,278	458,141	292,740	733,366
Sponsor fees	10(a)	-	16,935,889	8,661,224	8,980,591	368,625	4,840,852	4,167,950	758,082	7,444,635	384,051	520,632	1,560,851	2,006,071	37,815	68,174	44,433	539,728	1,352,726
Auditor's remuneration		-	99,026	69,025	69,025	-	37,918	19,079	30,980	37,916	-	-	10,665	2,864	-	-	-	38,074	38,074
Safe custody and bank charges		1,650	201,365	83,140	61,946	-	9,146	2,676	5,551	5,577	17,841	18,046	9,568	71,158	5,564	12,144	5,776	-	-
License and registration fees		-	4,500	4,500	4,500	-	4,500	4,500	4,500	4,500	-	-	4,500	4,500	31,930	57,223	-	-	-
Printing and postage expenses		-	414,603	210,148	216,588	-	121,365	108,156	35,716	193,496	-	-	36,827	45,050	13,859	21,985	-	17,425	43,322
Fund price publication expenses		-	14,712	14,712	14,712	-	14,712	14,712	14,712	14,712	-	-	14,712	14,712	14,712	14,712	-	14,712	14,712
Professional indemnity insurance		-	129,589	66,695	69,152	-	37,153	32,357	12,134	56,153	-	-	11,512	14,361	-	-	-	5,561	13,442
Transaction costs		-	770,586	380,045	387,198	-	6,217	-	-	-	6,933	6,195	-	6,057	109,229	230,691	-	-	-
Miscellaneous expenses		-	895,762	362,933	194,183	-	546,263	-	-	-	53,174	188,369	-	-	-	-	-	5,468	5,468
Total operating expenses		1,650	48,728,044	24,816,003	25,512,444	11,058,763	13,983,831	11,558,230	3,367,588	20,630,428	1,165,694	1,686,557	4,505,557	5,836,060	801,146	1,458,326	1,173,521	1,453,436	3,553,836
Profit/(loss) before taxation		3,788,152	(246,976,358)	(124,787,889)	(122,886,576)	(30,225,221)	(98,073,928)	(279,010,527)	(18,987,812)	(343,467,226)	(5,061,794)	1,764,473	26,354,242	59,003,606	(45,677,589)	(50,204,252)	5,239,538	(4,250,434)	12,557,109
Overseas withholding tax	15	-	(8,792,294)	(3,169,374)	(2,059,809)	-	-	-	-	-	(500,201)	(732,144)	(286,145)	(1,899,492)	-	-	-	-	-
Changes in net assets attributable to members from operations		3,788,152	(255,768,652)	(127,957,263)	(124,946,385)	(30,225,221)	(98,073,928)	(279,010,527)	(18,987,812)	(343,467,226)	(5,561,995)	1,032,329	26,068,097	57,104,114	(45,677,589)	(50,204,252)	5,239,538	(4,250,434)	12,557,109

The notes on pages 110 to 159 form part of these financial statements.



Statement of assets and liabilities - Constituent funds as at 31 March 2023

		2023																	
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(c)	1,356,882,086	3,197,567,739	1,640,009,780	1,708,997,922	630,838,220	782,423,857	787,662,838	260,169,444	1,253,431,693	82,919,593	121,234,605	370,800,861	487,370,965	115,587,408	236,536,230	136,763,517	201,367,736	538,857,094
Derivative financial instruments	6	-	-	-	-	-	-	-	-	-	119,797	-	-	-	-	-	-	-	-
Amounts receivable on sale of investments		-	-	-	-	328,052	-	-	-	-	-	-	-	-	-	473,220	-	500,782	71,685
Amounts receivable on subscriptions		1,716,813	-	12,530	-	-	-	1,906,853	-	130,341	-	7,466	577	6,958	-	1,028,875	-	1,074,620	-
Interest, dividend and other receivables		9,145,201	858,823	268,023	194,822	-	31,566	8,437	11,585	13,190	1,725	2,955	130,386	1,084,547	419	853	1,023,130	999	2,036
Prepayments		-	115,329	59,485	62,702	-	30,367	28,939	9,456	45,098	-	-	13,239	17,258	-	-	-	-	-
Bank balances	10(b)	81,984,502	19,967,662	16,144,947	29,932,867	715,175	46,466,572	6,841,711	8,984,379	5,946,811	2,039,244	6,356,080	6,949,207	11,338,060	1,220,481	1,216,064	9,087,760	479,131	4,046,401
Total assets		1,449,728,602	3,218,509,553	1,656,494,765	1,739,188,313	631,881,447	828,952,362	796,448,778	269,174,864	1,259,567,133	85,080,359	123,601,106	377,894,270	499,817,788	116,808,308	239,255,242	146,874,407	203,423,268	542,977,216
Liabilities																			
Derivative financial instruments	6	-	-	-	-	-	-	-	-	-	-	132,616	3,742	37,430	-	-	-	-	-
Amounts payable on purchase of investments		-	16,048,961	13,201,494	13,909,563	-	-	3,295,786	-	-	-	-	-	-	476,577	845	-	152,900	173,126
Amounts payable on redemptions		3,774,415	2,221,894	1,474,159	1,938,581	1,042,541	425,541	502,821	1,913,241	1,007,773	232,272	153,548	178,922	780,216	728,465	1,692,146	123,478	827,128	3,949,665
Accruals and other payables	10(a)	1,028,522	3,600,270	1,807,674	1,867,247	1,304,127	867,224	805,600	254,156	1,287,965	97,639	125,766	414,228	815,496	54,491	110,933	97,607	166,580	375,951
Total liabilities (excluding net assets attributable to members)		4,802,937	21,871,125	16,483,327	17,715,391	2,346,668	1,292,765	4,604,207	2,167,397	2,295,738	329,911	411,930	596,892	1,633,142	1,259,533	1,803,924	221,085	1,146,608	4,498,742
Net assets attributable to members	4(b)	1,444,925,665	3,196,638,428	1,640,011,438	1,721,472,922	629,534,779	827,659,597	791,844,571	267,007,467	1,257,271,395	84,750,448	123,189,176	377,297,378	498,184,646	115,548,775	237,451,318	146,653,322	202,276,660	538,478,474

Statement of assets and liabilities - Constituent funds as at 31 March 2023 (continued)

		2023																	
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(a) 98,702,942,0370	141,987,732,0850	82,676,136,4570	96,852,684,5210	49,248,703,2620	33,717,963,2330	45,142,810,8570	24,785,045,4350	64,555,648,7870	9,301,701,8680	8,266,157,5570	18,246,310,5420	18,295,681,8680	15,796,224,9150	19,078,750,6550	13,439,605,3950	18,456,288,3940	40,428,201,8540	
Net asset value per unit	4(b) 14.6391	22.5135	19.8366	17.7741	12.7828	24.5465	17.5409	10.7729	19.4758	9.1113	14.9028	20.6780	27.2293	7.3150	12.4459	10.9120	10.9598	13.3194	

Approved and authorised for issue by the Trustee on 14 September 2023.

) 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 110 to 159 form part of these financial statements.

Statement of assets and liabilities - Constituent funds as at 31 March 2023 (continued)

		2022																	
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(c)	1,373,439,301	3,259,811,481	1,673,615,694	1,716,593,209	686,992,491	913,208,498	816,117,459	284,058,525	1,412,846,222	84,903,278	119,218,784	382,875,227	512,040,097	109,978,820	230,330,640	138,956,035	188,917,204	489,484,230
Derivative financial instruments	6	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Amounts receivable on sale of investments		-	-	-	-	2,718,061	-	-	-	-	-	-	-	-	45,804	1,169,700	-	119,195	320,527
Amounts receivable on subscriptions		3,823,569	639,026	13,486	-	-	108,173	967,596	54,140	680,450	-	69,406	79,812	1,463,783	44,091	252,950	85,406	393,389	-
Interest, dividend and other receivables		774,463	1,111,454	401,273	217,693	-	140	21	9	26	199	3	95,542	911,553	1	2	303,284	2	3
Prepayments		-	112,930	57,927	59,904	-	32,175	26,716	9,390	48,208	-	-	11,951	16,103	-	-	-	-	-
Bank balances	10(b)	47,033,633	273,528,993	149,460,603	182,808,744	476,017	77,192,175	8,446,415	4,563,503	10,620,378	2,474,824	2,045,385	12,594,133	14,908,106	470,120	1,969,847	8,615,640	601,141	1,843,063
Total assets		1,425,070,966	3,535,203,884	1,823,548,983	1,899,679,550	690,186,569	990,541,161	825,558,207	288,685,567	1,424,195,284	87,378,301	121,333,578	395,656,665	529,339,642	110,538,836	233,723,139	147,960,365	190,030,931	491,647,823
Liabilities																			
Derivative financial instruments	6	-	-	-	-	-	-	-	-	191,505	117,031	12,707	128,968	-	-	-	-	-	-
Amounts payable on purchase of investments		-	28,476,554	12,825,661	9,551,978	49,464	-	-	-	-	-	-	-	231,409	1,705,125	-	366,902	910,248	-
Amounts payable on redemptions		3,063,593	2,921,504	1,223,711	884,166	3,144,613	907,637	3,360,850	624,751	1,199,577	29,652	364,718	239,346	646,020	274,746	1,424,715	931,205	353,529	1,251,405
Accruals and other payables	10(a)	-	4,055,793	2,058,831	2,076,866	1,464,392	1,120,416	822,126	280,215	1,465,869	100,150	144,996	418,571	789,402	51,934	104,662	98,798	162,450	346,620
Total liabilities (excluding net assets attributable to members)		3,063,593	35,453,851	16,108,203	12,513,010	4,658,469	2,028,053	4,182,976	904,966	2,665,446	321,307	626,745	670,624	1,564,390	558,089	3,234,502	1,030,003	882,881	2,508,273
Net assets attributable to members	4(b)	1,422,007,373	3,499,750,033	1,807,440,780	1,887,166,540	685,528,100	988,513,108	821,375,231	287,780,601	1,421,529,838	87,056,994	120,706,833	394,986,041	527,775,252	109,980,747	230,488,637	146,930,362	189,148,050	489,139,550

Statement of assets and liabilities - Constituent funds as at 31 March 2023 (continued)

		2022																	
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(a) 98,312,155,3020	143,660,237,0350	84,108,975,2930	98,053,220,8670	51,054,118,8083	33,705,573,4220	41,211,578,1130	24,446,431,1530	63,315,042,3030	9,495,356,1480	8,206,656,0220	17,572,025,0920	17,530,487,9130	14,211,476,0100	17,579,067,4250	12,993,344,5300	16,040,469,3410	34,028,585,8800	
Net asset value per unit	4(b) 14.4642	24.3613	21.4893	19.2463	13.4275	29.3279	19.9307	11.7719	22.4517	9.1684	14.7084	22.4781	30.1061	7.7389	13.1115	11.3081	11.7919	14.3744	

Approved and authorised for issue by the Trustee on 14 September 2023.




) 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 110 to 159 form part of these financial statements.

Statement of changes in net assets attributable to members - Constituent funds for the year ended 31 March 2023

	2023																	
	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	1,422,007,373	3,499,750,033	1,807,440,780	1,887,166,540	685,528,100	988,513,108	821,375,231	287,780,601	1,421,529,838	87,056,994	120,706,833	394,986,041	527,775,252	109,980,747	230,488,637	146,930,362	189,148,050	489,139,550
Proceeds on subscription of units	392,665,636	234,872,055	129,005,932	157,837,748	77,766,360	81,157,382	228,840,366	59,588,742	159,393,559	12,847,069	19,563,011	64,424,156	151,857,918	29,341,041	75,441,465	61,824,701	65,245,392	162,715,053
Payments on redemption of units	(387,035,273)	(271,066,076)	(156,239,521)	(178,886,820)	(100,356,430)	(81,227,980)	(161,525,186)	(56,342,149)	(135,296,098)	(14,730,425)	(18,725,619)	(51,353,634)	(131,103,905)	(18,667,145)	(58,054,185)	(56,969,917)	(38,895,410)	(79,990,788)
Net subscription/(redemption)	5,630,363	(36,194,021)	(27,233,589)	(21,049,072)	(22,590,070)	(70,598)	67,315,180	3,246,593	24,097,461	(1,883,356)	837,392	13,070,522	20,754,013	10,673,896	17,387,280	4,854,784	26,349,982	82,724,265
Changes in net assets attributable to members from operations	17,287,929	(266,917,584)	(140,195,753)	(144,644,546)	(33,403,251)	(160,782,913)	(96,845,840)	(24,019,727)	(188,355,904)	(423,190)	1,644,951	(30,759,185)	(50,344,619)	(5,105,868)	(10,424,599)	(5,131,824)	(13,221,372)	(33,385,341)
Net assets attributable to members at the end of the year	1,444,925,665	3,196,638,428	1,640,011,438	1,721,472,922	629,534,779	827,659,597	791,844,571	267,007,467	1,257,271,395	84,750,448	123,189,176	377,297,378	498,184,646	115,548,775	237,451,318	146,653,322	202,276,660	538,478,474

The notes on pages 110 to 159 form part of these financial statements.

Statement of changes in net assets attributable to members - Constituent funds for the year ended 31 March 2023 (continued)

	2022																	
	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	1,571,726,018	3,925,546,885	2,011,558,731	2,092,640,255	754,942,567	1,133,777,189	997,021,347	355,141,686	1,811,928,016	93,228,610	109,877,445	338,838,208	407,724,169	154,656,980	231,645,289	147,155,589	164,374,205	397,614,289
Proceeds on subscription of units	399,126,264	280,322,438	164,610,309	184,955,492	109,870,399	109,185,127	310,429,045	64,558,273	247,445,936	27,098,420	44,626,957	95,405,227	222,364,180	46,133,961	128,417,195	77,579,114	80,000,461	173,764,132
Payments on redemption of units	(552,633,061)	(450,350,638)	(240,770,997)	(265,482,822)	(149,059,645)	(156,375,280)	(207,064,634)	(112,931,546)	(294,376,888)	(27,708,041)	(34,829,898)	(65,325,491)	(159,417,211)	(45,132,605)	(79,369,595)	(83,043,879)	(50,976,182)	(94,795,980)
Net (redemption)/subscription	(153,506,797)	(170,028,200)	(76,160,688)	(80,527,330)	(39,189,246)	(47,190,153)	103,364,411	(48,373,273)	(46,930,952)	(609,621)	9,797,059	30,079,736	62,946,969	1,001,356	49,047,600	(5,464,765)	29,024,279	78,968,152
Changes in net assets attributable to members from operations	3,788,152	(255,768,652)	(127,957,263)	(124,946,385)	(30,225,221)	(98,073,928)	(279,010,527)	(18,987,812)	(343,467,226)	(5,561,995)	1,032,329	26,068,097	57,104,114	(45,677,589)	(50,204,252)	5,239,538	(4,250,434)	12,557,109
Net assets attributable to members at the end of the year	1,422,007,373	3,499,750,033	1,807,440,780	1,887,166,540	685,528,100	988,513,108	821,375,231	287,780,601	1,421,529,838	87,056,994	120,706,833	394,986,041	527,775,252	109,980,747	230,488,637	146,930,362	189,148,050	489,139,550

The notes on pages 110 to 159 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 2023:

- 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*

For BEA (MPF) Long Term Guaranteed Fund, the constituent fund will be terminated on 23 November 2023, and the members’ benefit will be transferred to BEA (MPF) Age 65 Plus Fund. The financial statements of this constituent fund have been prepared on a non-going concern basis as the constituent fund is no longer considered to be a going concern. The Trustee considers that additional provisions required under the non-going concern basis are not necessary as expenses after the termination, if any, will be borne by the Trustee. No adjustments had been made to 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 receivable, interest receivable, other receivables, bank balances, amounts receivable on sales of investments, amounts receivable on subscriptions, prepayments, 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 contribution receivable, interest receivable, other receivables, bank balances, amounts receivable on sales of investments, amounts receivable on subscriptions, prepayments, 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.

Financial liabilities measured at amortised cost include benefits payable, forfeitures payable, amounts payable on redemptions, amounts payable on 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 are not in the class of instruments that are subordinate to all other classes of instruments which have identical features. 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 receivable, interest receivable, other receivables, prepayments, bank balances, amount receivable on sales of investments, amounts receivable on subscriptions, interest, dividend and other receivables.

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

(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.

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:
- (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);
 - (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

The HKICPA has issued a number of amendments and new standards are effective for the current accounting period. None of these developments have had a material effect on the Scheme and its constituent funds' financial statements.

The Scheme and its constituent funds have not applied any new standard or interpretation that is not yet effective for the current accounting period (see note 26).

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>	
	2023 Units	2022 Units	2023 Units	2022 Units	2023 Units	2022 Units	2023 Units	2022 Units	2023 Units	2022 Units
Balance at the beginning of the year	98,312,155.3020	108,940,952.3620	143,660,237.0350	150,035,830.7140	84,108,975.2930	87,366,736.3540	98,053,220.8670	101,939,229.5480	51,054,118.8083	53,850,121.9288
Units issued	27,087,399.4360	27,628,900.5280	10,731,784.6440	10,686,061.6000	6,629,175.1180	7,130,729.7050	8,962,744.1830	9,028,644.3220	6,142,068.6603	7,803,898.8074
Units redeemed	(26,696,612.7010)	(38,257,697.5880)	(12,404,289.5940)	(17,061,655.2790)	(8,062,013.9540)	(10,388,490.7660)	(10,163,280.5290)	(12,914,653.0030)	(7,947,484.2066)	(10,599,901.9279)
Balance at the end of the year	<u>98,702,942.0370</u>	<u>98,312,155.3020</u>	<u>141,987,732.0850</u>	<u>143,660,237.0350</u>	<u>82,676,136.4570</u>	<u>84,108,975.2930</u>	<u>96,852,684.5210</u>	<u>98,053,220.8670</u>	<u>49,248,703.2620</u>	<u>51,054,118.8083</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>	
	2023 Units	2022 Units	2023 Units	2022 Units	2023 Units	2022 Units	2023 Units	2022 Units	2023 Units	2022 Units
Balance at the beginning of the year	33,705,573.4220	35,161,793.4610	41,211,578.1130	36,587,767.5110	24,446,431.1530	28,334,223.8190	63,315,042.3030	65,029,410.4550	9,495,356.1480	9,585,441.7500
Units issued	3,263,538.7440	3,409,721.2840	13,109,154.1140	12,993,529.5270	5,536,582.5540	5,150,386.5600	8,220,962.8200	9,311,679.1110	1,507,252.1880	2,770,198.0890
Units redeemed	(3,251,148.9330)	(4,865,941.3230)	(9,177,921.3700)	(8,369,718.9250)	(5,197,968.2720)	(9,038,179.2260)	(6,980,356.3360)	(11,026,047.2630)	(1,700,906.4480)	(2,860,283.6910)
Balance at the end of the year	<u>33,717,963.2330</u>	<u>33,705,573.4220</u>	<u>45,142,810.8570</u>	<u>41,211,578.1130</u>	<u>24,785,045.4350</u>	<u>24,446,431.1530</u>	<u>64,555,648.7870</u>	<u>63,315,042.3030</u>	<u>9,301,701.8880</u>	<u>9,495,356.1480</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>	
	2023 Units	2022 Units	2023 Units	2022 Units	2023 Units	2022 Units	2023 Units	2022 Units	2023 Units	2022 Units
Balance at the beginning of the year	8,206,656.0220	7,584,409.8640	17,572,025.0920	16,227,773.5450	17,530,487.9130	15,400,034.4170	14,211,476.0100	13,864,186.5450	17,579,067.4250	13,991,482.8620
Units issued	1,436,387.5920	2,894,355.8050	3,268,678.7430	4,261,064.4060	5,715,872.4850	7,546,928.8180	4,202,123.6910	5,034,820.3350	6,343,347.2460	8,851,641.4790
Units redeemed	(1,376,886.0570)	(2,272,109.6470)	(2,594,393.2930)	(2,916,812.8590)	(4,950,478.5300)	(5,416,475.3220)	(2,617,374.7860)	(4,687,530.8700)	(4,843,664.0160)	(5,264,056.9160)
Balance at the end of the year	<u>8,266,157.5570</u>	<u>8,206,656.0220</u>	<u>18,246,310.5420</u>	<u>17,572,025.0920</u>	<u>18,295,881.8680</u>	<u>17,530,487.9130</u>	<u>15,796,224.9150</u>	<u>14,211,476.0100</u>	<u>19,078,750.6550</u>	<u>17,579,067.4250</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>					
	2023 Units	2022 Units	2023 Units	2022 Units	2023 Units	2022 Units				
Balance at the beginning of the year	12,993,344.5300	13,483,516.9660	16,040,469.3410	13,684,337.0530	34,028,585.8800	28,599,530.0940				
Units issued	5,698,261.7190	6,955,341.1340	5,982,429.9430	6,550,229.0900	12,581,558.4750	11,937,619.8950				
Units redeemed	(5,252,000.8540)	(7,445,513.5700)	(3,566,610.8900)	(4,194,096.8020)	(6,181,942.5010)	(6,508,564.1090)				
Balance at the end of the year	<u>13,439,605.3950</u>	<u>12,993,344.5300</u>	<u>18,456,288.3940</u>	<u>16,040,469.3410</u>	<u>40,428,201.8540</u>	<u>34,028,585.8800</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

	<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>	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
Net assets attributable to members	1,444,925,665	1,422,007,373	3,196,638,428	3,499,750,033	1,640,011,438	1,807,440,780	1,721,472,922	1,887,166,540	629,534,779	685,528,100
Net assets attributable to members per unit	14.6391	14.4642	22.5135	24.3613	19.8366	21.4893	17.7741	19.2463	12.7828	13.4275
	<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>	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
Net assets attributable to members	827,659,597	988,513,108	791,844,571	821,375,231	267,007,467	287,780,601	1,257,271,395	1,421,529,838	84,750,448	87,056,994
Net assets attributable to members per unit	24.5465	29.3279	17.5409	19.9307	10.7729	11.7719	19.4758	22.4517	9.1113	9.1684
	<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>	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
Net assets attributable to members	123,189,176	120,706,833	377,297,378	394,986,041	498,184,646	527,775,252	115,548,775	109,980,747	237,451,318	230,488,637
Net assets attributable to members per unit	14.9028	14.7084	20.6780	22.4781	27.2293	30.1061	7.3150	7.7389	12.4459	13.1115
	<i>BEA (MPF) RMB & HKD Money Market Fund</i>		<i>BEA (MPF) Age 65 Plus Fund</i>		<i>BEA (MPF) Core Accumulation Fund</i>					
	2023	2022	2023	2022	2023	2022				
	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$				
Net assets attributable to members	146,653,322	146,930,362	202,276,660	189,148,050	538,478,474	489,139,550				
Net assets attributable to members per unit	10.9120	11.3081	10.9598	11.7919	13.3194	14.3744				

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% (2022: 5%) are illustrated below. The analysis is performed on the same basis as 2022.

As at 31 March

	2023		2022	
	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	419	21	444	22
BEA (MPF) Balanced Fund				
British Pound	258	13	274	14
BEA (MPF) Stable Fund				
British Pound	274	14	291	15
BEA (MPF) Asian Equity Fund				
British Pound	20,810,593	1,040,530	1,212,131	60,607
BEA (MPF) Japan Equity Fund				
Japanese Yen	(31,190,203)	(1,559,510)	(33,841,505)	(1,692,075)
BEA (MPF) European Equity Fund				
British Pound	(12,196,908)	(609,845)	(12,419,297)	(620,965)
Euro	(33,485,705)	(1,674,285)	(34,027,731)	(1,701,387)

5 Financial risk management (continued)

(a) Market risk (continued)

(i) Currency risk (continued)

Sensitivity analysis (continued)

As at 31 March (continued)

	2023		2022	
	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	0	1,453,057	72,653
BEA (MPF) RMB & HKD Money Market Fund				
Renminbi	75,990,915	3,799,546	99,628,668	4,981,433

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 except for BEA (MPF) RMB & HKD Money Market Fund, all other constituent funds' interest-bearing assets were limited to bank deposits only. Indirect interest rate risk from underlying collective investment schemes are managed by the Investment Manager. 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.

The following table illustrates the interest rate risk exposure of BEA (MPF) RMB & HKD Money Market Fund. It includes their interest rate sensitivity gaps and the year in which the interest rates of interest bearing assets and interest bearing liabilities reprice (the earlier of contractual re-pricing or maturity date) as at year end.

5 Financial risk management (continued)

(a) Market risk (continued)

(ii) Interest rate risk (continued)

BEA (MPF) RMB & HKD Money Market Fund

As at 31 March 2023

	Up to 1 year HK\$	1 - 5 years HK\$	Over 5 years HK\$	Non-interest bearing HK\$	Total HK\$
Assets					
Investments	136,763,517	-	-	-	136,763,517
Cash at banks	9,087,760	-	-	-	9,087,760
Other assets	-	-	-	1,023,130	1,023,130
Total assets	<u>145,851,277</u>	<u>-</u>	<u>-</u>	<u>1,023,130</u>	<u>146,874,407</u>
Liabilities (excluding net assets attributable to unitholders)					
Other liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>221,085</u>	<u>221,085</u>
Total interest sensitivity gap	<u>145,851,277</u>	<u>-</u>	<u>-</u>		

BEA (MPF) RMB & HKD Money Market Fund did not have any interest-bearing liability as at 31 March 2022 and its interest-bearing assets were limited to bank deposits. The Investment Manager considered that it does not have significant direct interest rate exposure.

At year end, should the relevant market interest rates have been increased by a certain percentage with all other variables held constant, the estimated impact on the net assets attributable to unitholders and the change in net assets attributable to unitholders from operations for the year are shown in the table below.

	% possible reasonable shift	Estimated increase/ (decrease) 2023 HK\$	Estimated increase/ (decrease) 2022 HK\$
BEA (MPF) RMB & HKD Money Market Fund	0.25%	(1,226)	-

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 relevant market indices (the "potential movement") based on historical experience. If the relevant market 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 2022 for all constituent funds.

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) RMB & HKD Money Market Fund only invests in short-term deposits and a debt security 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 2023 HK\$</i>	<i>Estimated increase 2022 HK\$</i>
BEA (MPF) Growth Fund (note (a))	5%	147,299,860	183,249,093
BEA (MPF) Balanced Fund (note (b))	5%	74,477,359	93,213,878
BEA (MPF) Stable Fund (note (c))	5%	76,775,306	91,567,876
BEA (MPF) Long Term Guaranteed Fund (note (d))	5%	31,541,911	34,349,625
BEA (MPF) Asian Equity Fund (note (e))	5%	32,195,041	49,421,565
BEA (MPF) Hong Kong Equity Fund (note (f))	5%	35,928,575	43,688,756
BEA (MPF) Global Bond Fund (note (g))	5%	11,474,312	13,172,622
BEA (MPF) Greater China Equity Fund (note (h))	5%	63,456,846	83,676,257
BEA (MPF) Japan Equity Fund (note (i))	5%	4,376,637	3,735,873
BEA (MPF) European Equity Fund (note (j))	5%	5,791,461	5,000,893
BEA (MPF) Global Equity Fund (note (k))	5%	19,142,046	18,726,525
BEA (MPF) North American Equity Fund (note (l))	5%	23,998,727	24,462,758
BEA China Tracker Fund (note (m))	5%	5,758,467	5,324,629
BEA Hong Kong Tracker Fund (note (n))	5%	11,299,444	11,239,076
BEA (MPF) Age 65 Plus Fund (note (o))	5%	10,054,951	8,785,879
BEA (MPF) Core Accumulation Fund (note (p))	5%	<u>27,372,474</u>	<u>23,809,051</u>

5 Financial risk management (continued)

(a) Market risk (continued)

(iii) Other price risk (continued)

Sensitivity analysis (continued)

Notes:

- (a) 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
- (b) 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
- (c) 60% (75% Citi WGBI HKD + 25% Citi WGBI HKD-Hedged) + 10% FTSE MPF Hong Kong Index + 10% Hong Kong MPF Prescribed Savings Rate + 6% FTSE MPF Europe Index + 6% FTSE MPF North America Index + 4% FTSE MPF AP ex Japan ex Hong Kong + 4% FTSE MPF Japan Index
- (d) 100% underlying APIF at reporting date
- (e) 100% FTSE MPF Asia Pacific ex JP, AU & NZ Hedged Index
- (f) 100% FTSE MPF Hong Kong Index
- (g) 65% FTSE WGBI HKD + 35% FTSE WGBI HKD-Hedged
- (h) 100% FTSE MPF Greater China Index
- (i) 100% FTSE MPF Japan Hedged Index
- (j) 100% FTSE MPF Europe Hedged Index
- (k) 100% FTSE MPF All-World Hedged Index
- (l) 100% FTSE MPF USA Hedged Index
- (m) 100% Hang Seng China Enterprise Total Return Index
- (n) 100% Hang Seng Total Return Index
- (o) 100% MPF Age 65 Plus Fund RP (Net of 0.95% Max fee)
- (p) 100% MPF Core Accumulation Fund RP (Net of 0.95% Max fee)

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 and its constituent funds' 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 held short-term deposits, and BEA (MPF) RMB & HKD Money Market Fund held short-term deposits and a debt security as investments. The credit quality of these short-term deposits and debt security are expressed as a percentage of investments below:

BEA (MPF) Conservative Fund

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

	2023	2022
Rating (S&P/Moody's)		
AA-/Aa3	23.60%	17.20%
A+/A1	38.23%	28.42%
A/A2	23.46%	5.10%
A-/A3	9.21%	20.42%
BBB+/Baa1	5.50%	19.23%
BBB/Baa2	0.00%	9.63%
Total	100.00%	100.00%

BEA (MPF) RMB & HKD Money Market Fund

Portfolio by rating category of the issuer of short-term deposits and the debt security

	2023	2022
Rating (S&P/Moody's)		
AA-/Aa3	18.36%	18.54%
A+/A1	32.20%	34.52%
A/A2	21.80%	1.41%
A-/A3	9.04%	18.72%
BBB+/Baa1	18.60%	17.83%
BBB/Baa2	0.00%	8.98%
Total	100.00%	100.00%

5 Financial risk management (continued)

(b) Credit risk (continued)

The Scheme and its constituent funds' investments are held by the custodians and the majority of the Scheme and its constituent funds' 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 and its constituent funds' 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 2023 and 2022.

Amounts arising from ECLs

Impairment on contributions receivable, interest receivable, other 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 and its constituent funds consider 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 receivable, interest receivable, other 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 2023 and 2022, 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 2023

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 527,416,950	HKD 31,310,000	28 April 2023	<u>119,797</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 3,925,868	HKD 33,400,000	28 April 2023	(85,705)
GBP 1,257,599	HKD 12,150,000	28 April 2023	<u>(46,911)</u>
			<u>(132,616)</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 2,338,959	HKD 18,330,000	28 April 2023	<u>(3,742)</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 23,393,417	HKD 183,330,000	28 April 2023	<u>(37,430)</u>

6 Derivative financial instruments (continued)

As at 31 March 2022

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 524,485,725	HKD 33,650,000	28 April 2022	<u>(191,505)</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 3,904,284	HKD 33,970,000	28 April 2022	(57,732)
GBP 1,205,148	HKD 12,360,000	28 April 2022	<u>(59,299)</u>
			<u>(117,031)</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 2,536,936	HKD 19,850,000	28 April 2022	<u>(12,707)</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 25,748.939	HKD 201,470,000	28 April 2022	<u>(128,968)</u>

7 Investments

(a) The Scheme

Investments in constituent funds

	2023 HK\$	2022 HK\$
BEA (MPF) Conservative Fund	1,444,925,665	1,422,007,373
BEA (MPF) Growth Fund	3,196,638,428	3,499,750,033
BEA (MPF) Balanced Fund	1,640,011,438	1,807,440,780
BEA (MPF) Stable Fund	1,721,472,922	1,887,166,540
BEA (MPF) Long Term Guaranteed Fund	629,534,779	685,528,100
BEA (MPF) Asian Equity Fund	827,659,597	988,513,108
BEA (MPF) Hong Kong Equity Fund	791,844,571	821,375,231
BEA (MPF) Global Bond Fund	267,007,467	287,780,601
BEA (MPF) Greater China Equity Fund	1,257,271,395	1,421,529,838
BEA (MPF) Japan Equity Fund	84,750,448	87,056,994
BEA (MPF) European Equity Fund	123,189,176	120,706,833
BEA (MPF) Global Equity Fund	377,297,378	394,986,041
BEA (MPF) North American Equity Fund	498,184,646	527,775,252
BEA China Tracker Fund	115,548,775	109,980,747
BEA Hong Kong Tracker Fund	237,451,318	230,488,637
BEA (MPF) RMB & HKD Money Market Fund	146,653,322	146,930,362
BEA (MPF) Age 65 Plus Fund	202,276,660	189,148,050
BEA (MPF) Core Accumulation Fund	538,478,474	489,139,550
	<hr/>	<hr/>
Investments at fair value	14,100,196,459	15,117,304,070
	<hr/>	<hr/>
Investments at cost	12,878,771,068	12,631,064,724
	<hr/>	<hr/>

7 Investments (continued)

(b) Constituent funds

BEA (MPF) Conservative Fund

	2023 HK\$	2022 HK\$
Short-term deposits	1,356,882,086	1,373,439,301

BEA (MPF) Growth Fund

	2023 HK\$	2022 HK\$
Approved Pooled Investment Funds	2,004,992,755	1,888,796,433
Approved Index-Tracking Collective Investment Schemes	1,192,574,984	1,371,015,048
Investments	3,197,567,739	3,259,811,481

BEA (MPF) Balanced Fund

	2023 HK\$	2022 HK\$
Approved Pooled Investment Funds	1,208,457,651	1,160,343,355
Approved Index-Tracking Collective Investment Schemes	431,552,129	513,272,339
Investments	1,640,009,780	1,673,615,694

BEA (MPF) Stable Fund

	2023 HK\$	2022 HK\$
Approved Pooled Investment Funds	1,403,470,562	1,367,157,811
Approved Index-Tracking Collective Investment Schemes	305,527,360	349,435,398
Investments	1,708,997,922	1,716,593,209

7 Investments (continued)

(b) Constituent funds (continued)

BEA (MPF) Long Term Guaranteed Fund

	2023 HK\$	2022 HK\$
Approved Pooled Investment Fund	630,838,220	686,992,491

BEA (MPF) Asian Equity Fund

	2023 HK\$	2022 HK\$
Approved Pooled Investment Funds	726,988,405	912,261,927
Approved Index-Tracking Collective Investment Scheme	55,435,452	946,571
Investments	782,423,857	913,208,498

BEA (MPF) Hong Kong Equity Fund

	2023 HK\$	2022 HK\$
Approved Pooled Investment Funds	701,000,458	763,336,139
Approved Index-Tracking Collective Investment Scheme	86,662,380	52,781,320
Investments	787,662,838	816,117,459

BEA (MPF) Global Bond Fund

	2023 HK\$	2022 HK\$
Approved Pooled Investment Funds	260,169,444	284,058,525

BEA (MPF) Greater China Equity Fund

	2023 HK\$	2022 HK\$
Approved Pooled Investment Funds	1,253,431,693	1,412,846,222

7 Investments (continued)

(b) Constituent funds (continued)

BEA (MPF) Japan Equity Fund

	2023 HK\$	2022 HK\$
Approved Pooled Investment Fund	9,946,715	10,013,674
Approved Index-Tracking Collective Investment Scheme	<u>72,972,878</u>	<u>74,889,604</u>
Investments	<u>82,919,593</u>	<u>84,903,278</u>

BEA (MPF) European Equity Fund

	2023 HK\$	2022 HK\$
Approved Pooled Investment Fund	6,991,896	31,914,322
Approved Index-Tracking Collective Investment Schemes	<u>114,242,709</u>	<u>87,304,462</u>
Investments	<u>121,234,605</u>	<u>119,218,784</u>

BEA (MPF) Global Equity Fund

	2023 HK\$	2022 HK\$
Approved Pooled Investment Funds	319,872,255	333,113,367
Approved Index-Tracking Collective Investment Schemes	<u>50,928,606</u>	<u>49,761,860</u>
Investments	<u>370,800,861</u>	<u>382,875,227</u>

BEA (MPF) North American Equity Fund

	2023 HK\$	2022 HK\$
Approved Index-Tracking Collective Investment Schemes	<u>487,370,965</u>	<u>512,040,097</u>

7 Investments (continued)

(b) Constituent funds (continued)

BEA China Tracker Fund

	2023 HK\$	2022 HK\$
Approved Index-Tracking Collective Investment Scheme	115,587,408	109,978,820

BEA (MPF) Hong Kong Tracker Fund

	2023 HK\$	2022 HK\$
Approved Index-Tracking Collective Investment Scheme	236,536,230	230,330,640

BEA (MPF) RMB & HKD Money Market Fund

	2023 HK\$	2022 HK\$
Bond	1,021,295	-
Short-term deposits	135,742,222	138,956,035
Investments	136,763,517	138,956,035

BEA (MPF) Age 65 Plus Fund

	2023 HK\$	2022 HK\$
Approved Pooled Investment Fund	201,367,736	188,917,204

BEA (MPF) Core Accumulation Fund

	2023 HK\$	2022 HK\$
Approved Pooled Investment Fund	538,857,094	489,484,230
Total investments at fair value	13,909,421,588	14,393,387,195
Total investments at cost	12,512,400,720	11,958,478,882

8 Bank balances

As at 31 March 2023, the Scheme placed bank deposits amounted to HK\$14,224,687 (2022: HK\$11,412,319).

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>	
	2023	2022
	HK\$	HK\$
As at beginning of the year	81,351,990	101,686,597
Benefits	446,471,984	563,812,110
Transfers out	670,398,127	1,146,243,499
Long service and severance payments and other payments	77,141,689	105,387,121
Benefits paid, transfers out, long service and severance payments and other payments	(1,230,635,984)	(1,835,777,337)
As at the end of the year	<u>44,727,806</u>	<u>81,351,990</u>

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

(a) *The Scheme*

	2023	2022
	HK\$	HK\$
Change in unrealised loss in value of constituent funds	(1,264,813,955)	(1,873,042,263)
Realised gain on sale of constituent funds	<u>79,785,319</u>	<u>594,700,318</u>
Net loss on investments in constituent funds	<u>(1,185,028,636)</u>	<u>(1,278,341,945)</u>

9 Net (loss)/gain 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>	
	2023 HK\$	2022 HK\$	2023 HK\$	2022 HK\$	2023 HK\$	2022 HK\$	2023 HK\$	2022 HK\$	2023 HK\$	2022 HK\$
Change in unrealised loss in value of investments	-	-	(206,049,537)	(424,998,491)	(95,006,254)	(193,732,056)	(89,465,716)	(157,534,859)	(41,564,588)	(45,479,538)
Realised (loss)/gain on sale of investments	-	-	(42,713,003)	194,577,849	(32,645,208)	81,934,201	(39,398,922)	51,825,891	17,653,523	26,313,080
Net loss on investments	-	-	(248,762,540)	(230,420,642)	(127,651,462)	(111,797,855)	(128,864,638)	(105,708,968)	(23,911,065)	(19,166,458)
	<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>	
	2023 HK\$	2022 HK\$	2023 HK\$	2022 HK\$	2023 HK\$	2022 HK\$	2023 HK\$	2022 HK\$	2023 HK\$	2022 HK\$
Change in unrealised loss in value of investments	(195,628,862)	(162,416,316)	(74,636,007)	(274,568,210)	(21,400,435)	(21,534,147)	(177,392,927)	(365,662,774)	(4,224,523)	(11,000,546)
Realised gain/(loss) on sale of investments	44,055,829	78,188,140	(14,974,723)	5,528,606	33,248	5,913,880	4,179,472	42,825,482	803,771	2,554,431
Net loss on investments	(151,573,033)	(84,228,176)	(89,610,730)	(269,039,604)	(21,367,187)	(15,620,267)	(173,213,455)	(322,837,292)	(3,420,752)	(8,446,115)
	<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>	
	2023 HK\$	2022 HK\$	2023 HK\$	2022 HK\$	2023 HK\$	2022 HK\$	2023 HK\$	2022 HK\$	2023 HK\$	2022 HK\$
Change in unrealised (loss)/gain in value of investments	(1,500,794)	(2,376,175)	(26,959,515)	30,149,245	(49,885,439)	58,391,256	(2,385,411)	(43,745,871)	(8,635,062)	(54,297,606)
Realised gain/(loss) on sale of investments	682,362	896,214	-	-	2,245,165	1,675,720	(5,147,901)	(3,486,968)	(7,486,073)	(270,549)
Net (loss)/gain on investments	(818,432)	(1,479,961)	(26,959,515)	30,149,245	(47,640,274)	60,066,976	(7,533,312)	(47,232,839)	(16,121,135)	(54,568,155)

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

(b) Constituent funds (continued)

	BEA (MPF) RMB & HKD Money Market Fund		BEA (MPF) Age 65 Plus Fund		BEA (MPF) Core Accumulation Fund	
	2023	2022	2023	2022	2023	2022
	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
Change in unrealised gain/(loss) in value of investments	21,295	-	(11,277,179)	(4,798,465)	(31,519,072)	10,502,085
Realised (loss)/gain on sale of investments	-	-	(461,918)	2,001,461	1,851,707	5,608,847
Net gain/(loss) on investments	<u>21,295</u>	<u>-</u>	<u>(11,739,097)</u>	<u>(2,797,004)</u>	<u>(29,667,365)</u>	<u>16,110,932</u>

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) Management fees

“Management fees” include trustee, administration and custodian fees, investment management fees (including fees based on fund performance, if any) and sponsor fees paid to Sponsor of the Scheme for providing their services to the relevant Constituent Fund.

The Sponsor, The Bank of East Asia, Limited, is entitled to receive trustee, administration and custodian fees, investment management fees and sponsor 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 the 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 custodian fees payable 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 fees are calculated and accrued on each valuation day and payable monthly in arrears, except for BEA (MPF) Long Term Guaranteed Fund for which the trustee, administration and custodian fees, and the sponsor fees are payable quarterly in arrears.

10 Transactions with related parties (continued)

(a) Management fees (continued)

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

Name of Constituent Fund	Sponsor ⁽⁵⁾ (p.a. of NAV)	Trustee/ Administrator/ Custodian ⁽⁵⁾ (p.a. of NAV)	Investment Manager ⁽⁵⁾ (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) Long Term Guaranteed Fund ^{(2), (3)}	Up to 0.05%	0.45%	1.00%	Up to 1.50%
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%	0.20%	0.49%
BEA Hong Kong Tracker Fund	0.03%	0.26%	0.20%	0.49%
BEA (MPF) RMB & HKD Money Market Fund	0.03%	0.45%	0.31%	0.79%
BEA (MPF) Age 65 Plus Fund ⁽⁴⁾	0.295%	0.295%	0.16%	0.75%
BEA (MPF) Core Accumulation Fund ⁽⁴⁾	0.295%	0.295%	0.16%	0.75%

(1) For BEA (MPF) Conservative Fund, the management fees are 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) All constituent funds other than BEA (MPF) Long Term Guaranteed Fund are managed by the Investment Manager. The investment management fee of BEA (MPF) Long Term Guaranteed Fund will be deducted from the BEA (MPF) Long Term Guaranteed Fund and paid to Principal Asset Management Company (Asia) Limited, the investment manager of the underlying insurance policy.

(3) 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.

(4) For BEA (MPF) Age 65 Plus Fund and BEA (MPF) Core Accumulation Fund, management fees payable can only be charged as a percentage of the net asset value of the fund. These management 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.

(5) The fees payable to the Trustee are for its trustee and administrative functions, while the fees payable to the Investment Manager are for their 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) Management fees (continued)

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

	2023 HK\$	2022 HK\$
BEA (MPF) Conservative Fund	969,265	-
BEA (MPF) Growth Fund	3,185,652	3,510,498
BEA (MPF) Balanced Fund	1,639,903	1,828,096
BEA (MPF) Stable Fund	1,731,120	1,924,743
BEA (MPF) Long Term Guaranteed Fund	1,304,127	1,464,392
BEA (MPF) Asian Equity Fund	826,057	997,794
BEA (MPF) Hong Kong Equity Fund	784,967	802,092
BEA (MPF) Global Bond Fund	222,242	248,216
BEA (MPF) Greater China Equity Fund	1,248,568	1,426,279
BEA (MPF) Japan Equity Fund	83,287	85,526
BEA (MPF) European Equity Fund	119,895	117,211
BEA (MPF) Global Equity Fund	364,102	377,070
BEA (MPF) North American Equity Fund	478,935	500,988
BEA China Tracker Fund	46,522	44,113
BEA Hong Kong Tracker Fund	95,506	89,948
BEA (MPF) RMB & HKD Money Market Fund	97,069	98,798
BEA (MPF) Age 65 Plus Fund	125,145	121,806
BEA (MPF) Core Accumulation Fund	333,023	304,815

10 Transactions with related parties (continued)

(b) Bank balances

As at 31 March 2023, the Scheme and its constituent funds placed bank deposits amounted to HK\$14,224,687 (2022: HK\$11,412,319) and HK\$193,533,222 (2022: HK\$479,034,872) respectively with the Bank of East Asia, Limited, the holding company of the Trustee. The interest income arising from these accounts during the year amounted to HK\$1,891,433 (2022: HK\$1,981,561) and HK\$519,302 (2022: HK\$13,192) respectively. Bank charges incurred are not disclosed as the Trustee considers the amounts immaterial.

(c) Investments

As at year end, the following constituent funds of the Scheme invested in approved-pooled investment funds, managed by the Investment Manager and entrusted by the Trustee:

	<i>BEA (MPF) Growth Fund</i>		<i>BEA (MPF) Balanced Fund</i>		<i>BEA (MPF) Stable Fund</i>		<i>BEA (MPF) Asian Equity Fund</i>		<i>BEA (MPF) Hong Kong Equity Fund</i>	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
BEA Union Investment Asia Pacific Investment Grade Bond Fund - Class A	184,763,887	156,062,564	133,284,125	119,298,814	145,359,981	130,740,329	-	-	-	-
BEA Union Investment Asia Strategic Growth Fund - Class A	336,171,998	388,518,776	128,705,983	147,887,899	78,483,919	109,597,248	726,988,405	769,354,870	-	-
BEA Union Investment Global Bond Fund - Class A	612,552,262	533,095,988	595,899,526	594,759,576	885,521,059	898,630,248	-	-	-	-
BEA Union Investment Global Equity Fund - Class A	284,962,845	162,983,708	124,609,273	58,370,651	75,663,256	45,115,539	-	-	-	-
BEA Union Investment Greater China Growth Fund - Class A	106,317,619	65,629,415	49,580,724	27,903,375	50,500,836	17,340,786	-	-	89,660	35,013,232
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund - Class A	16,682,357	16,973,242	13,390,519	13,624,005	10,894,205	11,084,164	-	-	-	-
BEA Union Investment Hong Kong Growth Fund - Class A	289,478,736	420,397,814	94,392,689	140,841,498	30,173,088	51,764,118	-	-	700,910,798	728,322,907
BEA Union Investment Money Market Fund - Class A	44,543,388	59,394,449	23,351,166	30,941,889	92,535,323	98,747,526	-	-	-	-
	<i>BEA (MPF) Global Bond Fund</i>		<i>BEA (MPF) Greater China Equity Fund</i>		<i>BEA (MPF) Global Equity Fund</i>		<i>BEA (MPF) Age 65 Plus Fund</i>		<i>BEA (MPF) Core Accumulation Fund</i>	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
BEA Union Investment Global Bond Fund - Class A	224,976,703	247,950,387	-	-	-	-	-	-	-	-
BEA Union Investment Global Equity Fund - Class A	-	-	-	-	316,985,872	332,040,114	-	-	-	-
BEA Union Investment Greater China Growth Fund - Class A	-	-	1,112,950,497	1,269,640,535	-	-	-	-	-	-
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund - Class A	35,192,741	36,108,138	-	-	-	-	-	-	-	-
BEA Union Investment Hong Kong Growth Fund - Class A	-	-	140,481,196	143,205,687	2,886,383	1,073,253	-	-	-	-
BEA Union Investment Age 65 Plus Fund - Class I	-	-	-	-	-	-	201,367,736	188,917,204	-	-
BEA Union Investment Core Accumulation Fund - Class I	-	-	-	-	-	-	-	-	538,857,094	489,484,230

10 Transactions with related parties (continued)

(c) Investments (continued)

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

	<i>BEA (MPF) Conservative Fund</i>			
	2023		2022	
	<i>Nominal value</i>	<i>Fair value</i>	<i>Nominal value</i>	<i>Fair value</i>
	HK\$	HK\$	HK\$	HK\$
Bank of East Asia, Limited (The) F/D 0.51% 16 May 2022	-	-	19,162,794	19,162,794
	-	-	19,162,794	19,162,794

Interest income derived from short-term deposits during the year ended 31 March 2023 amounted to HK\$282,066 (2022: HK\$62,887).

(d) 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 2023 and 2022.

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 2022/2023 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 2023 and 2022.

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 2023, 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 (2022: HK\$Nil).

17 Security lending arrangements

During the year ended 31 March 2023, the Scheme and its constituent funds did not enter into any security lending arrangements (2022: HK\$Nil).

18 Negotiability of assets

As at 31 March 2023, there were no statutory or contractual requirements restricting the negotiability of the assets of the Scheme and its constituent funds (2022: HK\$Nil).

19 Commitments

As at 31 March 2023, the Scheme and its constituent funds had no commitments (2022: HK\$Nil).

20 Contingent liabilities and capital commitment

As at 31 March 2023, there were no contingent liabilities or capital commitments outstanding for the Scheme and its constituent funds (2022: HK\$Nil).

21 Marketing expenses

During the year ended 31 March 2023, 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 (2022: HK\$Nil).

22 Fees and expenses deduction for conservative fund

In accordance with section 37 of the General Regulation, administrative expenses for the BEA (MPF) Conservative Fund which have not been deducted in the respective months may be deducted in the following twelve months. The deferred administrative expenses amounted to HK\$836,817 was recognised during the year (2022: HK\$7,860,566). As at 31 March 2023, there was no deferred administrative expenses (2022: HK\$7,860,566), amounts of HK\$2,689,872 (2022: HK\$2,466,792) and HK\$6,007,511 (2022: HK\$6) were forfeited and utilised, respectively.

Prior to 1 April 2022, administrative expenses for BEA (MPF) Conservative Fund were charged by deducting units in the relevant members' accounts and recognised in the Scheme's statement of changes in net assets available for benefits. Effective from 1 April 2022, the administrative expenses for BEA (MPF) Conservative Fund are charged at constituent fund level and recognised in BEA (MPF) Conservative Fund's statement of comprehensive income.

23 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.

24 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 2023

	<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	11	27,299	2,005
- Approved Index-Tracking Collective Investment Schemes	15	836,578	1,193
BEA (MPF) Balanced Fund			
- Approved Pooled Investment Funds	11	27,299	1,208
- Approved Index-Tracking Collective Investment Schemes	15	836,578	432

24 Involvement with unconsolidated structured entities (continued)

As at 31 March 2023 (continued)

	<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) Stable Fund			
- Approved Pooled Investment Funds	11	27,299	1,403
- Approved Index-Tracking Collective Investment Schemes	15	836,578	306
BEA (MPF) Long Term Guaranteed Fund			
- Approved Pooled Investment Fund	1	1,889	631
BEA (MPF) Asian Equity Fund			
- Approved Pooled Investment Fund	1	2,053	727
- Approved Index-Tracking Collective Investment Schemes	5	149,703	55
BEA (MPF) Hong Kong Equity Fund			
- Approved Pooled Investment Funds	2	4,154	701
- Approved Index-Tracking Collective Investment Scheme	1	131,244	87
BEA (MPF) Global Bond Fund			
- Approved Pooled Investment Funds	2	6,676	260
BEA (MPF) Greater China Equity Fund			
- Approved Pooled Investment Funds	2	4,154	1,253

24 Involvement with unconsolidated structured entities (continued)

As at 31 March 2023 (continued)

	<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) Japan Equity Fund			
- Approved Pooled Investment Fund	1	9,493	10
- Approved Index-Tracking Collective Investment Scheme	1	9,541	73
BEA (MPF) European Equity Fund			
- Approved Pooled Investment Fund	1	1,503	7
- Approved Index-Tracking Collective Investment Schemes	2	6,111	114
BEA (MPF) Global Equity Fund			
- Approved Pooled Investment Funds	2	3,443	320
- Approved Index-Tracking Collective Investment Schemes	5	392,589	51
BEA (MPF) North American Equity Fund			
- Approved Index-Tracking Collective Investment Schemes	2	680,278	487
BEA China Tracker Fund			
- Approved Index-Tracking Collective Investment Scheme	1	30,800	116
BEA Hong Kong Tracker Fund			
- Approved Index-Tracking Collective Investment Scheme	1	131,244	237

24 Involvement with unconsolidated structured entities (continued)

As at 31 March 2023 (continued)

	<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) Age 65 Plus Fund			
- Approved Pooled Investment Fund	1	849	201
BEA (MPF) Core Accumulation Fund			
- Approved Pooled Investment Fund	1	2,285	539

As at 31 March 2022

	<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	11	21,478	1,889
- Approved Index-Tracking Collective Investment Schemes	9	4,041,044	1,371
BEA (MPF) Balanced Fund			
- Approved Pooled Investment Funds	11	21,478	1,161
- Approved Index-Tracking Collective Investment Schemes	9	4,041,044	513

24 Involvement with unconsolidated structured entities (continued)

As at 31 March 2022 (continued)

	<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) Stable Fund			
- Approved Pooled Investment Funds	11	21,478	1,367
- Approved Index-Tracking Collective Investment Schemes	9	4,041,044	350
BEA (MPF) Long Term Guaranteed Fund			
- Approved Pooled Investment Fund	1	3,751	687
BEA (MPF) Asian Equity Fund			
- Approved Pooled Investment Funds	2	2,516	912
- Approved Index-Tracking Collective Investment Scheme	1	11,652	1
BEA (MPF) Hong Kong Equity Fund			
- Approved Pooled Investment Funds	2	4,914	763
- Approved Index-Tracking Collective Investment Scheme	1	111,826	53
BEA (MPF) Global Bond Fund			
- Approved Pooled Investment Funds	2	7,884	284
BEA (MPF) Greater China Equity Fund			
- Approved Pooled Investment Funds	2	4,914	1,413

24 Involvement with unconsolidated structured entities (continued)

As at 31 March 2022 (continued)

	<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) Japan Equity Fund			
- Approved Pooled Investment Fund	1	7,503	10
- Approved Index-Tracking Collective Investment Scheme	1	80,256	75
BEA (MPF) European Equity Fund			
- Approved Pooled Investment Fund	1	1,560	32
- Approved Index-Tracking Collective Investment Schemes	2	55,193	87
BEA (MPF) Global Equity Fund			
- Approved Pooled Investment Funds	2	5,136	333
- Approved Index-Tracking Collective Investment Schemes	5	3,415,455	50
BEA (MPF) North American Equity Fund			
- Approved Index-Tracking Collective Investment Schemes	2	5,871,812	512
BEA China Tracker Fund			
- Approved Index-Tracking Collective Investment Scheme	1	23,881	110
BEA Hong Kong Tracker Fund			
- Approved Index-Tracking Collective Investment Scheme	1	111,826	230
BEA (MPF) Age 65 Plus Fund			
- Approved Pooled Investment Fund	1	801	189
BEA (MPF) Core Accumulation Fund			
- Approved Pooled Investment Fund	1	2,088	489

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.

25 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 2023

	<i>BEA (MPF) Age 65 Plus Fund</i> HK\$	<i>BEA (MPF) Core Accumulation Fund</i> HK\$
(a) Payments for services		
Trustee, administration and custodian fees	549,762	1,413,011
Investment management fees	298,266	766,536
Sponsor fees	549,762	1,413,011
	<hr/>	<hr/>
Total payments for services	1,397,790	3,592,558
	<hr/>	<hr/>
(b) Out-of-pocket expenses		
Auditor’s remuneration	39,329	41,406
Printing and postage expenses	18,154	46,074
Fund price publication expenses	14,795	14,795
Professional indemnity insurance	8,207	20,663
Miscellaneous expenses	5,486	5,515
	<hr/>	<hr/>
Total out-of-pocket expenses	85,971	128,453
	<hr/>	<hr/>
(c) Payments other than (a) and (b) above	-	-
	<hr/>	<hr/>
Total payments	1,483,761	3,721,011
	<hr/>	<hr/>
Out-of-pocket expenses expressed as a percentage of net asset value of the DIS constituent funds	0.046%	0.027%
	<hr/>	<hr/>

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 2023.

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

During the year ended 31 March 2022

	<i>BEA (MPF) Age 65 Plus Fund HK\$</i>	<i>BEA (MPF) Core Accumulation Fund HK\$</i>
(a) Payments for services		
Trustee, administration and custodian fees	539,728	1,352,726
Investment management fees	292,740	733,366
Sponsor fees	539,728	1,352,726
Total payments for services	1,372,196	3,438,818
(b) Out-of-pocket expenses		
Auditor's remuneration	38,074	38,074
Printing and postage expenses	17,425	43,322
Fund price publication expenses	14,712	14,712
Professional indemnity insurance	5,561	13,442
Miscellaneous expenses	5,468	5,468
Total out-of-pocket expenses	81,240	115,018
(c) Payments other than (a) and (b) above	-	-
Total payments	1,453,436	3,553,836
Out-of-pocket expenses expressed as a percentage of net asset value of the DIS constituent funds	0.044%	0.025%

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 2022.

26 Possible impact of amendments, new standards and interpretations issued but not yet effective for the year ended 31 March 2023

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 2023 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.

	<i>Effective for accounting periods beginning on or after</i>
Amendments to HKAS 1, <i>Presentation of financial statements</i> and HKFRS Practice Statement 2, <i>Making materiality judgements: Disclosure of accounting policies</i>	1 January 2023
Amendments to HKAS 8, <i>Accounting policies, changes in accounting estimates and errors: Definition of accounting estimates</i>	1 January 2023
Amendments to HKAS 1, <i>Presentation of financial statements: Classification of liabilities as current or non-current</i>	1 January 2024

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.

27 Subsequent event

BEA (MPF) Long Term Guaranteed Fund will be terminated on 23 November 2023, and the members' benefit will be transferred to BEA (MPF) Age 65 Plus Fund. The termination of the constituent fund has no financial effect to the financial statements for the year ended 31 March 2023.