

DATED 21 December 2005

(as amended by a First Supplemental Deed dated 6 July 2009, a Second Supplemental Deed dated 1 June 2011, a Third Supplemental Deed dated 1 November 2012, a Fourth Supplemental Deed dated 18 December 2015, a Fifth Supplemental Deed dated 12 December 2016, a Sixth Supplement Deed dated 10 January 2018, a Seventh Supplemental Deed dated 18 April 2019, an Eighth Supplemental Deed dated 9 April 2020 and a Deed of Variation dated 23 August 2023)

BANK OF EAST ASIA (TRUSTEES) LIMITED

and

THE BANK OF EAST ASIA, LIMITED

DEED OF SUBSTITUTION
relating to
BEA (MPF) MASTER TRUST SCHEME

**Baker
McKenzie.**
貝克·麥堅時律師事務所

THIS DEED OF SUBSTITUTION is made on the 21 December, 2005

PARTIES

- (1) **BANK OF EAST ASIA (TRUSTEES) LIMITED** whose registered office is at 32nd Floor, BEA Tower, Millennium City 5, 418 Kwun Tong Road, Kwun Tong, Kowloon, Hong Kong (the “**Trustee**”); and
- (2) **THE BANK OF EAST ASIA, LIMITED** whose registered office is at 10 Des Voeux Road Central, Hong Kong (the “**Sponsor**”).

BACKGROUND

- (A) The BEA (MPF) Master Trust Scheme (the “**Master Trust**”) was established by a trust deed dated as of 31 January 2000 and made between the Trustee and the Sponsor (as amended by four supplemental deeds dated 23 October 2000, 13 November 2001, 11 July 2002 and 1 December 2004, and consolidated and restated by a Deed of Substitution dated 21 December 2005, as amended by a supplemental deed dated 6 July 2009, a Second Supplemental Deed dated 1 June 2011, a Third Supplemental Deed dated 1 November 2012, a Fourth Supplemental Deed dated 18 December 2015, a Fifth Supplemental Deed dated 12 December 2016, a Sixth Supplemental Deed dated 10 January 2018, a Seventh Supplemental Deed dated 18 April 2019, an Eighth Supplemental Deed dated 9 April 2020 and a Deed of Variation dated 23 August 2023) (the “**Principal Deed**”).
- (B) Pursuant to Clause 39 of the Principal Deed, the Trustee and the Sponsor may at any time by deed alter, amend, extend, modify or add to any of the trusts, powers or provisions of the Principal Deed subject to the restrictions in such Clause 39.
- (C) The Trustee and the Sponsor wish to consolidate and restate the Principal Deed.

THIS DEED WITNESSES as follows:-

1. This Deed is supplemental to the Principal Deed.
2. Unless the context otherwise requires, words and expressions defined in the Principal Deed shall have the same meanings in this Deed.

3. With effect from the date of this Deed, the Principal Deed is replaced by the provisions set out in the Appendix to this Deed.
4. Except as amended by this Deed, the Principal Deed remains in full force and effect.
5. This Deed shall be governed by and interpreted in accordance with the laws of Hong Kong.

IN WITNESS the Trustee and the Sponsor have executed this Deed on the day and year first above written.

SEALED with the **COMMON SEAL** of)
BANK OF EAST ASIA (TRUSTEES))
LIMITED)
in the presence of:-)

Director

Director

SEALED with the **COMMON SEAL** of)
THE BANK OF EAST ASIA, LIMITED)
in the presence of:-)

Director

Director

APPENDIX

PRINCIPAL DEED

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1. INTERPRETATION

1.1 In this Deed the following words and expressions shall have the following meanings unless the context otherwise requires:-

“Accounting Date” means 31 March in each year during the continuance of the Master Trust commencing 31 March 2000; or such other date or dates in each year as the Trustee with the approval of the Authority may from time to time select in respect of the Master Trust and notify to Employers and Members;

Note: s. 79 General Regulation, para. B1.3 MPF Code

“Account Holder” has the same meaning as “account holder” under section 50A of the Inland Revenue Ordinance (Cap. 112) of the Laws of Hong Kong or, where applicable, its equivalent meaning in AEIOI of other overseas jurisdiction(s).

“Accounting Period” means a period commencing on the date of commencement of the Master Trust or the date of establishment of the relevant Constituent Fund (as the case may be) or on the date next following an Accounting Date and ending on the next succeeding Accounting Date;

Note: para. B1.3 MPF Code

“Accrued Benefits” has the same meaning as in the MPF Ordinance;

“Administrator” means an administrator (if any) appointed by the Trustee with the consent of the Sponsor pursuant to Clause 17;

Note: s. 2 MPF Ordinance

“AEIOI” means the applicable laws and regulations, whether in Hong Kong or other jurisdictions, concerning automatic exchange of financial account information, as implemented from time to time including any future laws and regulations.

“Approved Futures Exchange” has the same meaning as in the Regulation;

“Approved Index-Tracking Fund” means an “index-tracking collective investment scheme”, as defined in section 1(1) of Schedule 1 to the Regulation, approved by the Authority for the purposes of section 6A of Schedule 1 to the Regulation;

Note: s. 1 Schedule 1 General Regulation

“Approved Pooled Investment Fund” has the meaning given to it by section 6 of the Regulation;

“Approved Stock Exchange” has the same meaning as in the Regulation;

Note: s. 2 General Regulation

“Approved Trustee” has the same meaning as in the MPF Ordinance;

Note: s. 2 MPF Ordinance

“Associate” has the same meaning as in the MPF Ordinance;

Note: s. 2, Schedule 8 MPF Ordinance

“the Auditors” means the auditor or auditors appointed by the Trustee with the prior approval of the Sponsor pursuant to the provisions of Clause 18;

“Authority” means the Mandatory Provident Fund Schemes Authority established by the MPF Ordinance;

“Authorized Financial Institution” has the same meaning as in the Regulation;

Note: s. 2 General Regulation

“BEA (MPF) Age 65 Plus Fund” means a Constituent Fund meeting the requirements from time to time prescribed under section 2(a) of Part 2 of Schedule 10 to the MPF Ordinance;

"**BEA (MPF) Core Accumulation Fund**" means a Constituent Fund meeting the requirements from time to time prescribed under section 2(b) of Part 2 of Schedule 10 to the MPF Ordinance;

"**Bid Spread**" means the charge (if any) retained for the benefit of the Master Trust referred to in Clause 7.6.

"**Business Day**" means a day (other than Saturday) on which banks in Hong Kong are open for normal banking business provided that where, as a result of a Number 8 Typhoon Signal or higher or a black rainstorm warning or other similar event, the period during which banks in Hong Kong are open for normal banking business on any day is reduced, such day shall not be a Business Day unless the Trustee otherwise determines;

"**Central Securities Depository**" has the same meaning as in the Regulation;

Note: s. 2 General Regulation

"**Collective Investment Scheme**" means:-

- (a) any arrangement made for the purpose, or having the effect, of providing facilities for the participation of persons, as beneficiaries under a trust, in profits or income arising from the acquisition, holding, management or disposal of securities or any other property whatsoever; or
- (b) any other investment vehicle of a similar nature to that described in paragraph (a) of this definition, including without limiting the generality of the foregoing any other open-ended investment company and mutual fund;

which, in any such case, has in issue units, shares or other interests (howsoever described) which are redeemable at the option of the holder thereof Provided That:-

- (i) in the case of any such arrangement or investment vehicle the assets of which are divided into two or more separate portfolios (whether described as portfolios, sub-funds or by any other name) in which an investor may separately invest, each such portfolio shall be deemed to be a separate Collective Investment Scheme; and

(ii) in relation to any such Collective Investment Scheme, “**unit**” means any unit, share or other interest (howsoever described) of similar nature in such Collective Investment Scheme;

“**Commission**” means the Securities and Futures Commission established by the Securities and Futures Commission Ordinance 1989 of Hong Kong;

“**Constituent Fund**” means any pool of assets established in the books of the Master Trust pursuant to Clause 3;

“**Contributions**” means Mandatory Contributions, TVC, Voluntary Contributions and Special Contributions;

“**Controlling Person**” has the same meaning as “controlling person” under section 50A of the Inland Revenue Ordinance (Cap. 112) of the Laws of Hong Kong or, where applicable, its equivalent meaning in AEIOI of other overseas jurisdiction(s).

“**Credit Balance**” means in respect of a Member the value of the Units and any other investments and/or moneys derived from Contributions made by or on behalf of such Member and from Transfer Payments in respect of the Member from time to time standing to the credit of such Member’s account in the books of the Master Trust;

“**Custodian**” means the custodian appointed by the Trustee with the consent of the Sponsor pursuant to Clause 16 and in the absence of such appointment means the Trustee;

“**Deed**” means this deed, as amended from time to time;

“**Default Fund**” means BEA (MPF) Stable Fund;

“**Default Investment Arrangement**” has the same meaning as prescribed in section 34DF of the MPF Ordinance;

“**Default Investment Strategy**” means the default investment strategy that complies with Part 2 of Schedule 10 to the MPF Ordinance;

“**Deposit**” has the same meaning as in the Regulation;

Note: para. 11(5) Schedule 1 General Regulation

"**DIS Funds**" mean the BEA (MPF) Age 65 Plus Fund and the BEA (MPF) Core Accumulation Fund, and "**DIS Fund**" means either of them;

"**DIS Launch Date**" means 1 April 2017;

"**DIS Section**" means the section "**MPF Default Investment Strategy ("DIS")**" in the Offering Document;

"**Eligible Employee**", in respect of an Employer, means (i) a Relevant Employee of the Employer and (ii) any other employee of the Employer who is not prohibited by the MPF Ordinance from becoming a member of the Scheme and who is determined by the Employer and agreed by the Trustee to be an Eligible Employee;

"**Eligible Overseas Bank**" has the same meaning as in the Regulation;

Note: ss. 2, 13 General Regulation

"**Employer**" means any person, firm, corporation or body which is participating in the Master Trust pursuant to Clause 8;

"**Employer's Mandatory Contribution Balance**" means in respect of a Member so much of the Member's Credit Balance as is derived from Employer's Mandatory Contributions;

Note: s. 78(6)(a) General Regulation

"**Employer's Mandatory Contributions**" means in respect of a Member amounts an Employer contributes to the Master Trust in respect of such Member pursuant to the MPF Ordinance as mandatory contributions (within the meaning of the MPF Ordinance) and includes (i) Minimum MPF Benefits of the Member transferred to the Master Trust, so far as such Minimum MPF Benefits relate to contributions by the Employer; (ii) any contribution surcharge paid in respect of the relevant Member pursuant to section 18 of the MPF Ordinance where (a) the relevant income (as defined in the MPF Ordinance) of the relevant Member is less than the minimum level of relevant income per month prescribed by the MPF Ordinance and (b) there is no

sub-account in the records of the Trustee in respect of the relevant Member's Mandatory Contribution Balance and (iii) the income or profits arising from any investments of the contributions, surcharges and benefits aforementioned but, taking into account any losses in respect thereof;

Note: s. 78(6)(a) General Regulation

"Employer's Voluntary Contribution Balance" means in respect of a Member so much of the Member's Credit Balance (if any) as is derived from Employer's Voluntary Contributions;

Note: s. 78(6)(d) General Regulation

"Employer's Voluntary Contributions" means in respect of a Member amounts (if any) an Employer contributes to the Master Trust in respect of such Member in addition to Employer's Mandatory Contributions;

"Feeder Fund" means any Constituent Fund the objective of which is to invest solely (subject as otherwise provided in this Deed) in a particular Approved Pooled Investment Fund or Approved Index-Tracking Fund provided that the Trustee with the approval of the Sponsor may at any time determine that such Constituent Fund shall be restructured into other investment structures such as a portfolio management fund or a direct investment fund;

"HK\$" and "Hong Kong dollars" means the lawful currency of Hong Kong;

"Hong Kong" means the Hong Kong Special Administrative Region of the People's Republic of China;

"Investment Manager" means the investment manager or investment managers (if any) appointed by the Trustee with the consent of the Sponsor pursuant to Clause 15;

"Investment Mandate" means any instruction as may from time to time be in effect and given or deemed to be given in accordance with Clause 20 by a Member as to the percentage of the Contributions and Transfer Payments (if any) received by the Trustee in respect of the Member to be invested in each of the Constituent Funds;

“**Issue Price**” means the issue price of a Unit of a particular class as determined by the Trustee in respect of the initial issue of Units of such class and thereafter calculated in accordance with Clause 5;

“**Mandatory Contributions**” means Employer’s Mandatory Contributions and Member’s Mandatory Contributions;

“**Mandatory Contribution Balance**” means in respect of a Member the aggregate of (a) the Employer’s Mandatory Contribution Balance, (b) the Member’s Mandatory Contribution Balance, and (c) the Special Contribution Balance;

“**Mandatory Credit Balance**” means in respect of a Member the aggregate of (a) the Employer’s Mandatory Contribution Balance, (b) the Member’s Mandatory Contribution Balance, (c) Special Contribution Balance, and (d) the Mandatory Transfer Balance of the relevant Member;

“**Mandatory Transfer Balance**” means in respect of a Member so much of the Member’s Credit Balance as is derived from Transfer Payments, to the extent that such amounts relate to mandatory contributions (as defined in the MPF Ordinance), Special Contributions or Minimum MPF Benefits;

“**Master Trust**” means the master trust provident fund scheme established by this Deed and known as “BEA (MPF) Master Trust Scheme” in English and “東亞(強積金)集成信託計劃” in Chinese or, subject to Clause 14.3, such other name or names as the Trustee and the Sponsor may agree from time to time;

“**Member**”

- (a) means:-
- (i) an Eligible Employee of an Employer, or
 - (ii) a Self-Employed Person, or
 - (iii) any Other Eligible Person, or
 - (iv) a TVC Account Applicant,
- who has been admitted to membership in accordance with this Deed, and who has not ceased to be a Member; and
- (b) includes a person who is required under the law to be treated as a member of the Master Trust;

“**Member’s Mandatory Contribution Balance**” means in respect of a Member so much of the Member’s Credit Balance as is derived from such Member’s Mandatory Contributions;

Note: ss. 78(6)(b), (7)(a) General Regulation

“**Member’s Mandatory Contributions**” means in respect of a Member amounts that Member contributes to the Master Trust pursuant to the MPF Ordinance as mandatory contributions (within the meaning of the MPF Ordinance) and includes (i) Minimum MPF Benefits of the Member transferred to the Master Trust, so far as such Minimum MPF Benefits relate to contributions by the Member in respect of the Member’s current employment; (ii) any contribution surcharge paid in respect of the relevant Member pursuant to section 18 of the MPF Ordinance which is not Employer’s Mandatory Contributions; and (iii) the income or profits arising from any investments of the contributions, surcharges and benefits aforementioned but, taking into account any losses in respect thereof;

Note: s. 78(6)(b) General Regulation

“**Member’s Voluntary Contribution Balance**” means in respect of a Member so much of the Member’s Credit Balance (if any) as is derived from such Member’s Voluntary Contributions;

Note: s. 78(6)(e), (7)(c) General Regulation

“**Member’s Voluntary Contributions**” means in respect of a Member amounts (if any) that Member contributes to the Master Trust which are not Member’s Mandatory Contributions or TVC;

“**Minimum MPF Benefits**” has the same meaning as in the MPF Ordinance;

“**MPF Conservative Fund**” means:-

- (a) a Constituent Fund that has the attributes of a capital preservation fund described in the Regulation; and

- (b) unless the context otherwise requires, a Feeder Fund where the Approved Pooled Investment Fund in which such Feeder Fund invests has the attributes of a capital preservation fund described in the Regulation;

“**MPF Ordinance**” means the Mandatory Provident Fund Schemes Ordinance (Cap. 485) of the Laws of Hong Kong;

“**Net Asset Value**” in relation to a Constituent Fund means the net asset value of such Constituent Fund or, as the context may require, of a Unit relating to such Constituent Fund calculated in accordance with the provisions of Clause 5;

“**Offering Document**” means the explanatory memorandum of the Master Trust, as amended from time to time;

“**Offer Spread**” means the Offer Spread (or an amount equivalent thereto) referred to in Clause 7.3;

“**Original Trustee**” means Bank of East Asia (Trustees) Limited;

“**Other Eligible Person**” means a person who, pursuant to the MPF Ordinance, is eligible to participate in the Master Trust and who applies to participate in the Master Trust other than the following:-

- (a) an Eligible Employee employed by an Employer; or
- (b) a Self-Employed Person; or
- (c) a TVC Account Applicant;

“**out-of-pocket expenses**” has the same meaning as in section 34DA of the MPF Ordinance;

“**Participation Agreement**” means:-

- (a) in relation to an Employer and Members employed by that Employer, the agreement executed in accordance with Clause 8 by which that Employer agrees to participate in the Master Trust;

- (b) in relation to a Self-Employed Member, the agreement executed in accordance with Clause 10 by which that Self-Employed Member agrees to participate in the Master Trust;
- (c) in relation to an Other Eligible Person, the agreement executed in accordance with Clause 10 by which that Other Eligible Person agrees to participate in the Master Trust;
- (d) in relation to a person who is required under the law to be treated as a Member, the agreement executed in accordance with Clause 10 by which that person agrees to participate in the Master Trust, as amended from time to time;
- (e) in relation to a TVC Account Holder, the agreement executed in accordance with Clause 10A by which the TVC Account Holder agrees to participate in the Master Trust;

each as may be amended from time to time subject to the approval of the Authority where applicable;

“**person**” includes firm, joint venture, company, body corporate or unincorporate or federation, state or subdivision thereof or any government or agency thereof;

“**personal account**” has the same meaning as in the Regulation;

“**Realisation Price**” means the realisation price of a Unit of a particular class calculated in accordance with Clause 5;

“**Registered Provident Fund Scheme**” means a registered scheme as defined in the MPF Ordinance;

“**the Regulation**” means the Mandatory Provident Fund Schemes (General) Regulation (Chapter 485A of the Laws of Hong Kong) made pursuant to the MPF Ordinance;

“**Relevant Employee**” has the same meaning as in the MPF Ordinance;

Note: s. 2 MPF Ordinance

“**Relevant Member**” has the meaning set out in Clause 30.1.

“**Reportable Information**” means, in respect of any person or entity considered to be an Account Holder or Controlling Person, information (including but not limited to its/his/her name, address, date of birth, place of birth/incorporation, jurisdiction(s) of tax residence, tax identification number(s) in the relevant jurisdiction(s)) and account information (including but not limited to its/his/her account balance, certain payments to the account, and payments to the account holders).

“**Retirement Age**” has the same meaning as in the MPF Ordinance;

Note: s. 2 MPF Ordinance

“**Securities and Futures Ordinance**” means the Securities and Futures Ordinance (Chapter 571) of the Laws of Hong Kong;

“**Self-Employed Member**” means a Member who is a Self-Employed Person;

“**Self-Employed Person**” has the same meaning as in the MPF Ordinance;

Note: s. 2 MPF Ordinance

“**Service Provider**” has the same meaning as in the MPF Ordinance;

Note: s. 2 MPF Ordinance

“**Special Contribution Balance**” means in respect of a Member so much of the Member’s Credit Balance as is derived from Special Contributions and include the income or profits arising from any investments of those Special Contributions, but taking into account any losses in respect thereof;

“**Special Contributions**” means in respect of a Member, (a) special contributions having the same meaning as in Part IIIA of the MPF Ordinance, and (b) such other contributions paid to the Plan in respect of or for the benefit of a Member which are required under the law to be treated in the same manner as special contributions;

“Special Voluntary Contribution Account Member” means an Other Eligible Person who has entered into a Participation Agreement with the Trustee to participate in the Master Trust as a Special Voluntary Contribution Account Member (formerly known as “Personal Contribution Account Member”);

“specified form”, in relation to an application, request, notice or other document given or to be given to the Trustee pursuant to this Deed or any Participation Agreement, means the form (if any) prescribed by the Authority in respect of such application, request, notice or other document or, if no such form is so prescribed, an application, request, notice or other document in such form as the Trustee may require;

“Sponsor” means The Bank of East Asia, Limited or such other company acting as Sponsor pursuant to Clause 14;

“Sponsor’s Fee” means any sum to which the Sponsor may become entitled pursuant to the provisions of Clause 29;

“Substantial Financial Institution” has the same meaning as in the Regulation;

Note: ss. 2, 7 General Regulation

“Switching Instruction” means an instruction given by a Member to the Trustee pursuant to Clause 21 requiring the realisation of assets comprised in the Credit Balance of such Member for the time being invested in one Constituent Fund and the reinvestment of the proceeds of such realisation in another Constituent Fund;

“Tax Authority” means any government, state or municipality or any local, state, federal or other authority, body or official anywhere in the world exercising a fiscal, revenue, customs or excise function.

“Terminal Illness” has the same meaning as in the Regulation.

“Total Incapacity” has the same meaning as in the MPF Ordinance;

Note: s. 2 MPF Ordinance

“**Transfer Payments**” means in respect of a Member amounts transferred to the Master Trust in accordance with Clause 37 in respect of that Member and amounts transferred from one account within the Master Trust to another account within the Master Trust in accordance with Clause 38 in respect of that Member;

“**Trustee**” means the trustee or trustees for the time being of the Master Trust;

“**Trustee’s Fee**” means any sum to which the Trustee may become entitled pursuant to the provisions of Clause 28;

“**Trustee Ordinance**” means the Trustee Ordinance (Cap. 29) of the Laws of Hong Kong;

“**TVC**” means the tax deductible voluntary contributions as defined in section 2(1) of the MPF Ordinance;

“**TVC Account**” means an account opened under section 11A(1) of the MPF Ordinance;

“**TVC Account Applicant**” means a person referred to in section 11A(1) of the MPF Ordinance;

“**TVC Account Holder**” has its meaning given in Clause 10A.1;

“**TVC Balance**” means, in respect of a TVC Account Holder and at any date, the value (determined by the Trustee in accordance with Clause 5) on that date of the balance held in the TVC Account;

“**Unclaimed Benefits**” means all amounts to be treated as unclaimed benefits in accordance with the Regulation;

“**Unclaimed Benefits Account**” means the account within the Master Trust to which all Unclaimed Benefits are credited in accordance with this Deed or any relevant Participation Agreement;

“**Unit**” means such number of undivided shares or such fraction of an undivided share of the Constituent Fund to which a Unit relates and except where used in relation to a particular class of Unit a reference to Units means and includes Units of all classes;

Note: para. B1.10 MPF Code

“**Valuation Date**” means each Business Day or such other day or days as the Trustee, may from time to time determine either generally or in relation to a particular Constituent Fund and the class of Units relating to such Constituent Fund;

Note: para. B1.16 MPF Code

“**Valuation Point**” means the close of business in the last relevant market to close or such other time as the Trustee may from time to time determine either generally or in relation to a particular Constituent Fund and the class of Units relating to such Constituent Fund;

Note: para. B1.13 MPF Code

“**Voluntary Contributions**” means Employer’s Voluntary Contributions and Member’s Voluntary Contributions;

“**Voluntary Credit Balance**” means in respect of a Member the aggregate of (a) the vested portion of the Employer’s Voluntary Contribution Balance, (b) the Member’s Voluntary Contribution Balance and (c) the Voluntary Transfer Balance of the relevant Member;

“**Voluntary Transfer Balance**” means in respect of a Member so much of the Member’s Credit Balance as is derived from Transfer Payments, to the extent that such amounts relate to voluntary contributions (as defined in the MPF Ordinance);

Note: s. 78(6)(f), (7)(d), (8)(b) General Regulation

“**year**” means calendar year;

“**may**” shall be construed as permissive;

“**shall**” shall be construed as obligatory; and

“**in writing**” and “**written**” includes printing, photography and other modes of representing or reproducing words in permanent visible form (including facsimile

transmission provided that the sender's machine shall have confirmed satisfactory transmission) and such other modes of sending and/or recording information as the Trustee may agree.

- 1.2 References to Clauses, Parts and Schedules are to clauses and parts of and schedules to this Deed. Unless the context otherwise requires, references to Paragraphs are to paragraphs of the Schedule in which such reference occurs.
- 1.3 Clause, Part and Paragraph headings, the index and the notes are inserted for convenience only and shall be ignored in construing the trusts, powers and provisions contained in this Deed.
- 1.4 Unless the context otherwise requires, words importing the singular shall include the plural and vice versa and words importing one gender shall include the other genders.
- 1.5 To the extent that the provisions of any Participation Agreement are inconsistent with or conflict with the provisions of this Deed, the provisions of this Deed shall prevail.
- 1.6 References to statutory provisions shall be deemed to extend to any subsidiary legislation, statutory modification, codification or re-enactment thereof for the time being in force. For the purpose of the MPF Ordinance, this shall include the guidelines issued from time to time by the Authority, the Code on MPF Investment Funds issued by the Authority and the SFC Code on MPF Products issued by the Commission.
- 1.7 The Master Trust and this Deed shall be construed in accordance with and subject to the MPF Ordinance, the Regulation and any guidelines or other requirements applicable to Registered Provident Fund Schemes and issued by the Authority or the Commission from time to time.
- 1.8 References in this Deed to the Authority or the Commission shall include any other regulatory body or authority established under any statute or law to carry out and exercise any of the functions of the Authority or the Commission, as the case may be, whether as a separate body or authority or as an amalgamation or merger between another body or authority and the Authority or the Commission, as the case may be, or as a replacement or successor to the Authority or the Commission and whether established to act in conjunction with or in place of the Authority or the Commission.

PART I

ESTABLISHMENT OF THE MASTER TRUST

2. ESTABLISHMENT OF THE MASTER TRUST

The Original Trustee and the Sponsor establish and constitute the Master Trust with effect from the date of this Deed as a master trust provident fund scheme for the purpose of providing benefits to Members and persons claiming through them.

3. ESTABLISHMENT OF CONSTITUENT FUNDS

Note: s. 36 General Regulation

3.1 The Trustee shall in the books of the Master Trust establish one or more Constituent Funds and shall in the books of the Master Trust allocate the assets and liabilities of the Master Trust to each such Constituent Fund in accordance with and subject to this Deed. Each Constituent Fund shall have a separate statement of investment policy in accordance with Clause 24.

3.2 The initial Constituent Funds shall be known as the BEA (MPF) Conservative Fund, the BEA (MPF) Growth Fund, the BEA (MPF) Balanced Fund and the BEA (MPF) Stable Fund.

3.3 The Trustee may with the consent of the Sponsor (and shall at the request of the Sponsor) at any time and from time to time, subject to any applicable regulatory requirements and any necessary regulatory approvals, establish a new Constituent Fund and a class of Units related to such Constituent Fund. The Trustee shall give notice of the establishment of such Constituent Fund to Employers and Members as soon as practicable on or after such establishment.

3.4 Members shall not have or acquire any rights against the Trustee in respect of Units allocated to the Credit Balance of such Member other than the right to receive benefits in accordance with this Deed and the relevant Participation Agreement. No Member shall be entitled to any interest or share in any particular part of any Constituent Fund nor shall any Unit confer any interest or share in any particular part of any Constituent Fund.

Note: para. B1.10 MPF Code

- 3.5 Subject to Clause 3.6, the following provisions shall apply in respect of each Constituent Fund:-
- 3.5.1 The Constituent Fund shall initially comprise the first amounts to be invested in accordance with Investment Mandates in Units relating to such Constituent Fund following the establishment of such Constituent Fund (after providing for the Offer Spread).
- 3.5.2 The Constituent Fund shall thereafter be comprised of investments cash and other property held or received by or on behalf of the Trustee for the account of such Constituent Fund, arising from the said first amounts and also out of the subsequent amounts to be invested in accordance with Investment Mandates in Units relating to such Constituent Fund (after providing for the Offer Spread) but less any amount distributed or paid out pursuant to this Deed.
- 3.5.3 Amounts to be invested in accordance with Investment Mandates in Units shall be applied in the books of the Master Trust to the Constituent Fund maintained for such Units and the assets and liabilities and income and expenditure attributable thereto shall be applied to such Constituent Fund.
- 3.5.4 Where any asset is derived from another asset (whether of cash or otherwise), such derivative asset shall be applied in the books of the Master Trust to the same Constituent Fund as the assets from which it was derived and on any valuation of any investment comprised in a Constituent Fund any increase or diminution in value shall be applied to the relevant Constituent Fund.
- 3.5.5 In the case of any asset of the Master Trust which the Trustee after consultation with the Auditors does not consider is attributable to a particular Constituent Fund, the Trustee shall have a discretion subject to the approval of the Auditors, to determine the basis upon which any such asset shall be allocated between the Constituent Funds and may from time to time vary such allocation provided that the approval of the Auditors

shall not be required in any case where the asset is allocated between all the Constituent Funds pro-rata to their respective values.

3.5.6 In the case of any liability or contingent liability in relation to the Master Trust which the Trustee after consultation with the Auditors does not consider is attributable to a particular Constituent Fund and is not to be attributed to any particular Constituent Fund pursuant to any express provision of this Deed, the Trustee shall have a discretion subject to the approval of the Auditors to determine the basis upon which any such liabilities shall be allocated between Constituent Funds including conditions as to the subsequent re-allocation thereof if circumstances make it desirable so to do and shall have power at any time and from time to time to vary such basis provided that the approval of the Auditors shall not be required if the allocation is made between all the Constituent Funds pro-rata to their respective values.

3.6 Where:-

3.6.1 all or part of the assets of a Constituent Fund are invested in an Approved Pooled Investment Fund that is guaranteed; and

3.6.2 an amount is paid to the Trustee in respect of such guarantee (such amount the “**top-up amount**”); and

3.6.3 the top-up amount is paid in respect of a particular Member,

then (a) the Trustee shall credit the top-up amount between the Employer’s Mandatory Contribution Balance, the Employer’s Voluntary Contribution Balance (if any), the Member’s Mandatory Contribution Balance, the Member’s Voluntary Contribution Balance (if any), the Mandatory Transfer Balance (if any) and the Voluntary Transfer Balance (if any) of the Member in respect of whom the top-up amount is paid in such proportions as the Trustee deems fit and (b) the top-up amount shall not form part of the assets of the relevant Constituent Fund.

4. **TERMINATION, MERGER AND DIVISION OF CONSTITUENT FUNDS**

- 4.1 Subject to any applicable regulatory requirements and any necessary regulatory approvals, the Trustee may with the consent of the Sponsor (and shall at the request of the Sponsor) at any time and from time to time determine that any Constituent Fund (the "**Terminating Fund**") shall cease to be such by giving not less than one (1) month's Notice to each Employer and each Member (or such other period of notice as the Authority or the Commission may require) that, on the date specified in such notice (the "**Termination Date**"), such Constituent Fund shall cease to be a Constituent Fund and no further Contributions or other moneys may be invested therein. The Sponsor shall not unreasonably withhold its consent to any such determination.
- 4.2 Subject to any applicable regulatory requirements and any necessary regulatory approvals, the Trustee may determine in its absolute discretion that any Constituent Fund (the "**Terminating Fund**") shall cease to be such on such date as the Trustee shall specify (the "**Termination Date**") by giving notice in writing to the Sponsor, the Members and each Employer:-
- 4.2.1 if any law shall be passed or there is any change in the practice relating to taxation which renders it illegal or, in the opinion of the Trustee, impracticable or inadvisable to continue the Constituent Fund; or
- 4.2.2 if by virtue of the terms of any official licence or authorisation it shall, in the opinion of the Trustee, be impracticable to continue the Constituent Fund, or for it to continue to be trustee of the Constituent Fund and in such latter case, no other corporation is appointed as Trustee pursuant to Clause 12.1.
- 4.3 Where the Trustee makes a determination pursuant to this Clause, the following provisions shall apply:-
- 4.3.1 Where any Units in the Terminating Fund are credited to the account of any Member, the relevant Member shall be entitled to give a Switching Instruction prior to such date as the Trustee may determine directing the Trustee to realise such Units and invest the proceeds of realisation into such other Constituent Fund or Constituent Funds as the relevant Member may specify;

- 4.3.2 Where an Investment Mandate directs the investment of all or part of the Contributions by or in respect of a Member in the Terminating Fund, the relevant Member shall be entitled to give a new Investment Mandate prior to such date as the Trustee may determine directing the Trustee to invest future Contributions in such other Constituent Fund or Constituent Funds as the relevant Member may specify;
- 4.3.3 A relevant Member who fails to give a Switching Instruction in accordance with Clause 4.3.1 shall be deemed to have given a Switching Instruction to realise such Units and invest the proceeds of realisation into the Default Investment Strategy, or such other Constituent Fund as determined by the Trustee and stated in the notice given by the Trustee to such relevant Member with respect to the termination of the Terminating Fund ("**Designated CF**"), and the Trustee shall notify the relevant Member of the investment in such Default Investment Strategy or the Designated CF (as applicable) as soon as practicable. Notwithstanding the aforesaid, the relevant Member shall have the right to:
- (i) redeem any Units in the Default Investment Strategy or the Designated CF (as applicable) so acquired and apply such redemption proceeds to acquire Units in one or more Constituent Fund(s) by submitting a Switching Instruction in accordance with Clause 22, and
 - (ii) submit a new Investment Mandate in accordance with Clause 22 with respect to any relevant future Contributions.
- 4.3.4 A relevant Member who fails to give a new Investment Mandate in accordance with Clause 4.3.2 shall be deemed to have given a new Investment Mandate in the same terms as the previous Investment Mandate, except that references to investing in the Terminating Fund shall be construed as references to investing in the Default Investment Strategy or the Designated CF (as applicable), and the Trustee shall notify the relevant Member of such change of Investment Mandate as soon as practicable. Notwithstanding the aforesaid, the relevant Member shall have the right to:

- (i) redeem any Units in the Default Investment Strategy or the Designated CF (as applicable) acquired as a result of the change of Investment Mandate and apply such redemption proceeds to acquire Units in one or more Constituent Fund(s) by submitting a Switching Instruction in accordance with Clause 22, and
- (ii) submit a new Investment Mandate in accordance with Clause 22 with respect to any relevant future Contributions.

4.3.5 The Trustee shall realise all the Units in the Terminating Fund on the Valuation Date for the Terminating Fund coincident with or immediately preceding the Termination Date (the “**relevant Valuation Date**”) and shall invest the proceeds of realisation in accordance with the relevant Switching Instruction in such other Constituent Fund or Constituent Funds on the Valuation Date for the relevant Constituent Fund coincident with or next following the relevant Valuation Date.

Note: para. B1.13 MPF Code

4.4 Subject to any applicable regulatory requirements and any necessary regulatory approvals, a Constituent Fund which is a Feeder Fund shall terminate on the termination of the Approved Pooled Investment Fund or the Approved Index-Tracking Fund in which such Constituent Fund invests unless the Trustee with the consent of the Sponsor and (if required) the approval of the Authority and the Commission shall determine that such Constituent Fund shall invest in some other Approved Pooled Investment Fund or Approved Index-Tracking Fund. So far as is practicable, the provisions of Clause 4.3 shall apply in respect of such termination.

4.5 The decision of the Trustee to terminate a Constituent Fund shall be final and binding on all concerned but the Trustee shall be under no liability on account of any failure to terminate any Constituent Fund pursuant to this Clause or otherwise.

4.6 Subject to the prior approval of the Authority and the Commission, the Trustee may with the prior approval of the Sponsor (such approval not to be unreasonably withheld) at any time and from time to time merge or subdivide any Constituent Funds by giving not less than one (1) month’s notice (or such other period of notice as the Authority and the Commission may agree or require) to each Employer and each Member.

Note: s. 34B MPF Ordinance, B1.26 and B1.27 MPF Code

5. VALUATION OF CONSTITUENT FUNDS

Note: paras. B1.12, 1.13 MPF Code

- 5.1 The Trustee shall determine the Net Asset Value of each Constituent Fund and the Issue Price and Realisation Price of Units relating to such Constituent Fund as at the Valuation Point on each Valuation Date of the relevant Constituent Fund.
- 5.2 The Net Asset Value of a Constituent Fund shall be determined by valuing the assets of such Constituent Fund and deducting the liabilities, costs and expenses attributable to such Constituent Fund. In making such determination the following provisions shall apply:-
- 5.2.1 In the case of any investment which is a unit, share or other interest in a Collective Investment Scheme (which, for the avoidance of doubt, does not include investments in listed Approved Index-Tracking Funds) the value thereof shall be calculated by reference to the price of such unit, share or other interest quoted at the relevant time in respect of the relevant Collective Investment Scheme (or if more than one price is quoted, the bid price);
- 5.2.2 In the case of any investment not included in Clause 5.2.1 which is listed, quoted or dealt in on an Approved Stock Exchange or Approved Futures Exchange (which, for the avoidance of doubt, includes investments in Approved Index-Tracking Funds) the value thereof shall be calculated by reference to the last traded price thereof;
- 5.2.2A In the case of cash, deposits or similar investments not included in Clauses 5.2.1 or 5.2.2, the value thereof shall be calculated by reference to their face value (together with accrued interest) unless, in the opinion of the Trustee, any adjustment should be made to reflect the value thereof;
- 5.2.3 In the case of any other investment (or in the case of any investment included in Clauses 5.2.1, 5.2.2 or 5.2.2A, the prevailing price of which is

not considered to be fair by the Trustee) the value thereof shall be determined by any person (including the Sponsor) approved by the Trustee as qualified to the value the relevant investments;

- 5.2.4 Where investments or other property have been agreed to be purchased or sold but such purchase or sale has not been completed, such investments or other property shall be included or excluded respectively and the net purchase or sale consideration excluded or included respectively (as the case may require) as if such purchase or sale had been duly completed;
- 5.2.5 Income derived from Deposits and from securities bearing fixed interest shall be deemed to accrue from day to day;
- 5.2.6 Dividend payments on any investments which are quoted on or dealt in on an Approved Stock Exchange shall be deemed to be accrued on the date on which the investment is first quoted ex the dividend payment in question;
- 5.2.7 There shall be taken into account such sum (if any) as in the estimate of the Trustee will fall to be paid or reclaimed for the account of such Constituent Fund in respect of taxation related to income, gains and transactions down to the Valuation Date as at which the valuation is made;
- 5.2.8 Every Unit relating to such Constituent Fund issued as at a date prior to the Valuation Date as at which the valuation is made and not subsequently cancelled shall be deemed to be in issue, provided that such Constituent Fund shall not include the Units of the relevant class to be issued on the Valuation Date as at which the valuation is made;
- 5.2.9 Where, in accordance with this Deed, Units relating to a Constituent Fund have been realised but payment in respect of such realisation has not been completed, the Units in question shall be deemed not to be in issue and the realisation proceeds thereof shall be deducted from the relevant Constituent Fund, provided that no deduction shall be made in respect of Units of the relevant class to be cancelled on the Valuation Date as at which the valuation is made;

5.2.10 Except in relation to the MPF Conservative Fund, there shall be included in the assets an amount equal to the appropriate portion for such Constituent Fund of the total of the costs, charges, fees and expenses incurred in establishing the Master Trust and referred to in Clause 33 less the amount thereof which has previously been or is then to be written off;

5.2.11 Subject to Clause 5.3, there shall be deducted from the value of each Constituent Fund the amount of the following (so far as payable out of the relevant Constituent Fund in accordance with this Deed):-

5.2.11.1 the Trustee's Fee;

5.2.11.2 the Sponsor's Fee;

5.2.11.3 the fees, charges and expenses payable in accordance with Clause 33;

5.2.11.4 the amount of tax (if any) on capital gains accrued attributable to such Constituent Fund up to the end of the last Accounting Period remaining unpaid;

5.2.11.5 the aggregate principal amount for the time being outstanding of any borrowing effected under Clause 26 for the account of such Constituent Fund and the amount of any interest and expenses accrued pursuant to Clause 26 but not paid;

5.2.11.6 any other amounts payable out of the relevant Constituent Fund pursuant to any provision of this Deed or by law accrued but not paid or discharged and any amount which the Trustee shall consider it necessary to provide to defray any contingent liabilities or any liabilities the amount of which is for the time being unascertained which are each properly payable out of the assets of the Master Trust;

and such amounts may be amortized over such periods as the Trustee may from time to time determine;

5.2.12 Amounts expressed in currencies other than Hong Kong dollars shall be converted into Hong Kong dollars at such prevailing rates of exchange as the Trustee shall consider appropriate.

Notwithstanding the foregoing, the Trustee may make such adjustments as it thinks appropriate to take account of any other assets or liabilities attributable to the relevant Constituent Fund not otherwise reflected in a valuation or to provide a fairer attribution of assets and liabilities as between the Constituent Funds.

5.3 In calculating the Net Asset Value of the MPF Conservative Fund as at any Valuation Date, the Trustee shall have regard to all relevant information available to the Trustee on that Valuation Date to enable compliance (so far as is possible) with section 37 of the Regulation in respect of the MPF Conservative Fund. Any accruals made in respect of the MPF Conservative Fund as at a Valuation Date may be adjusted in the light of information which becomes available to the Trustee after such Valuation Date but no valuation of the MPF Conservative Fund or the calculation of the Issue Price or Realisation Price of Units relating to the MPF Conservative Fund shall be re-opened or invalidated as a result of any such adjustment.

5.4 The Trustee shall decide conclusively:-

5.4.1 the period to which any income, expenses or liabilities are to be attributed (and in particular, but without prejudice to the generality of the foregoing, where the annual accounts are to be made up to a date which is not a Valuation Date, the Trustee may in its absolute discretion decide whether income and expenses accruing between the last Valuation Date in the relevant Accounting Period and the last day of such Accounting Period are to be taken into account in such Accounting Period or carried forward to the next Accounting Period); and

5.4.2 how any taxation to which the Master Trust is or may be subject is to be treated.

5.5 The Net Asset Value per Unit of a class as at a Valuation Date shall be the Net Asset Value of the Constituent Fund relating to such class as at that Valuation Date (calculated in accordance with this Clause) divided by the number of Units of the relevant class in issue as at that Valuation Date.

- 5.6 The Issue Price of a Unit of a class shall be:-
- 5.6.1 on the first issue of such Units, HK\$10 or such other amount as the Trustee may determine prior to the first issue of such Units;
- Note: para. B1.11 MPF Code*
- 5.6.2 on any subsequent Valuation Date, the Net Asset Value per Unit of the relevant class, rounded to such number of decimal places as the Trustee may determine from time to time (with fractions of half of such decimal place or more rounded up) PROVIDED THAT subject to any applicable regulatory requirements the Trustee may assess and impose such surcharge (if any) in respect of Units to be issued as shall in the conclusive estimation of the Trustee be appropriate in order to compensate for the difference between the prices at which the assets comprised in the Constituent Fund to which such Units relate are to be valued in accordance with this Deed and the total cost of acquiring such assets or creating any Deposit comprised in such Constituent Fund including any other relevant expenses such as any stamp duty, other taxes, duties or governmental charges, brokerage, bank charges, transfer fees, or registration fees.
- 5.7 The Realisation Price of a Unit of a class on a Valuation Date shall be the Net Asset Value per Unit of the relevant class as at that Valuation Date, rounded to such number of decimal places as the Trustee may determine from time to time (with fractions of half of such decimal place or more rounded up) PROVIDED THAT subject to any applicable regulatory requirements the Trustee may assess and impose such deduction (if any) in respect of Units to be realised as shall in the conclusive estimation of the Trustee be appropriate in order to compensate for the difference between the prices at which assets comprised in the Constituent Fund to which such Units relate are to be valued in accordance with the provisions of this Deed and the net proceeds which would be received on the realisation of such assets or the breaking of any Deposit comprised in such Constituent Fund and for any relevant expenses including stamp duty, other taxes, duties or governmental charges, brokerage, bank charges or transfer fees.
- 5.8 The Trustee shall cause the latest available Issue Price and Realisation Price of Units relating to a Constituent Fund to be published at least once a month in one Hong

Kong daily English language newspaper and one Hong Kong daily Chinese language newspaper.

Note: para. B1.23 MPF Code

6. SUSPENSION OF VALUATION

Note: paras. B1.20. B1.21 MPF Code

6.1 Unless otherwise prohibited by the MPF Ordinance or the Regulation, the Trustee may declare a suspension of the determination of the Net Asset Value of any Constituent Fund:-

6.1.1 during any period when any stock exchange or other market on which any of the investments for the time being held for the account of such Constituent Fund are quoted is closed otherwise than for ordinary holidays; or

6.1.2 during any period when any dealings on any such stock exchange or other market are restricted or suspended; or

6.1.3 during the existence of any state of affairs as a result of which disposal of investments for the time being comprised in such Constituent Fund cannot in the opinion of the Trustee be effected normally; or

6.1.4 during any breakdown in the means of communication normally employed in determining the value of such Constituent Fund or part thereof or the Issue Price or Realisation Price of Units relating to such Constituent Fund or when for any other reason the value of any investment for the time being comprised in such Constituent Fund and representing a significant part of the value thereof cannot be promptly and accurately ascertained; or

6.1.5 during any period when the realisation of any investments for the time being comprised in such Constituent Fund or the transfer of funds involved in such realisation cannot in the opinion of the Trustee be effected at normal prices or normal rates of exchange respectively; or

6.1.6 during any suspension of payment of Accrued Benefits from the Master Trust pursuant to the Regulation.

Such suspension shall take effect forthwith upon the declaration thereof and thereafter there shall be no determination of the Net Asset Value of the relevant Constituent Fund or the Issue Price or Realisation Price of Units relating to such Constituent Fund until the Trustee shall declare the suspension at an end, except that the suspension shall terminate in any event on the day following the first Business Day on which the Trustee in its sole discretion determines that:-

- (i) the condition giving rise to the suspension shall have ceased to exist; and
- (ii) no other condition under which suspension is authorised under this sub-clause shall exist.

6.2 Each declaration by the Trustee pursuant to this Clause shall be consistent with such official rules and regulations, if any, relating to the subject matter thereof as shall have been promulgated by any authority having jurisdiction over the Master Trust and/or the relevant Constituent Fund and as shall be in effect at the time. To the extent not inconsistent with such official rules and regulations, and subject to the foregoing provisions hereof, the determination of the Trustee shall be conclusive.

6.3 Whenever the Trustee shall declare a suspension of the determination of the Net Asset Value of any Constituent Fund under the provisions of this Clause, the Trustee shall:-

6.3.1 as soon as practicable after such declaration, notify the Authority of such suspension;

6.3.2 as soon as may be practicable after any such declaration and at least once a month during the period of such suspension, cause a notice in one Hong Kong daily English language newspaper and one Hong Kong daily Chinese language newspaper stating that such declaration has been made.

6.4 No Units relating to a Constituent Fund may be issued, realised or switched during any period when the determination of the Net Asset Value of such Constituent Fund is suspended. The Trustee shall be under no obligation to calculate or publish the Issue Price or Realisation Price of Units relating to such Constituent Fund during any suspension as provided in this Clause 6.

6.5 Notwithstanding the preceding provisions of this Clause 6, the Trustee may declare a suspension of issuance, realization or switching of Units relating to a Constituent Fund without a suspension of the determination of the Net Asset Value of the Constituent Fund should any of the circumstances set out in Clauses 6.1.1 to 6.1.6 occur.

7. UNITISATION AND ISSUE AND REALISATION OF UNITS

7.1 For convenience in the administration of the Master Trust, each Constituent Fund shall be divided into Units. The Trustee shall have the power to issue and realise Units relating to a Constituent Fund on each Valuation Date, subject to and in accordance with this Deed. Fractions of not less than one-thousandth of a Unit (or such other fraction as the Trustee and the Sponsor may agree from time to time, either generally or in respect of a particular class or classes of Units) may be issued.

7.2 Units of a class shall be issued at the Issue Price per Unit of such class as at the Valuation Point on the appropriate Valuation Date.

7.3 Unless otherwise prohibited by the MPF Ordinance or the Regulation, an Offer Spread may be made by the Sponsor on the issue of each Unit of a percentage (not exceeding the authorised percentage) of the Issue Price of such Unit as at the Valuation Point on the Valuation Date at which the Issue Price of such Unit is ascertained. The Offer Spread shall be paid to the Sponsor for its own absolute use and benefit. The authorised percentage shall be 5 per cent. or such higher percentage as the Sponsor and the Trustee may determine with the approval (to the extent required) of the Authority and the Commission or such lower percentage as the Sponsor may determine.

Note: para. B2.15 MPF Code

7.4 The Sponsor may on any day differentiate between Members as to the amount of the Offer Spread (within the permitted limit) to be added to the Issue Price of Units issued for the account of such Members, by reference to the Employer of such Members, the amount of Contributions payable by or in respect of such Members or otherwise. Any commission, remuneration or other sum payable by the Sponsor to any agent or other person in respect of the issue or sale of any Unit shall not be added

to the price of such Unit but shall be paid by the Sponsor out of the Offer Spread or otherwise out of the assets of the Sponsor.

7.5 Units of a class shall be realised at the Realisation Price per Unit of such class as at the Valuation Point on the appropriate Valuation Date.

7.6 Unless otherwise prohibited by the MPF Ordinance or the Regulation, the Trustee shall if requested by the Sponsor retain for the benefit of the relevant Constituent Fund or the Sponsor (as the Sponsor shall determine in its absolute discretion) a Bid Spread on the realisation of Units relating to such Constituent Fund of a percentage not exceeding 0.5 per cent of the Realisation Price per Unit applicable on the relevant Valuation Date. The Sponsor may on any day differentiate between Members as to the level of the Bid Spread.

Note: para. B2.15 MPF Code

7.7 With a view to protecting the interests of all Members the Trustee shall be entitled but shall not be obliged to limit the total number of Units relating to a Constituent Fund realised on any Valuation Date to 10 per cent. of the total number of Units of such class in issue (disregarding any Units which are to be issued on such Valuation Date). Such limitation shall apply to all Members in respect of whom Units of the relevant class are to be realised on such Valuation Date so that the proportion of Units realised in respect of each Member is the same proportion by value for all such Members. Any Units which, by virtue of the powers conferred on the Trustee hereby, are not realised shall be realised (subject to any further application of the provisions of this sub-clause) on the next succeeding Valuation Date for the Units of such class. If realisation are carried forward as aforesaid, the Trustee will give notice to the Members affected thereby within seven days of such Valuation Date that such Units have not been realised and that (subject as aforesaid) they shall be realised on the next succeeding Valuation Date for the relevant class of Units.

Note: para. B1.22 MPF Code

PART II
PARTICIPATION OF EMPLOYERS, SELF-EMPLOYED PERSONS AND OTHER
ELIGIBLE PERSONS

8. PARTICIPATION AND CESSATION OF PARTICIPATION BY EMPLOYERS

8.1 An Employer may participate in the Master Trust by executing a Participation Agreement in the form as the Trustee and the Sponsor may agree from time to time, subject to the approval of the Authority where applicable, and providing such other information as the Trustee may reasonably require. The Trustee shall issue a notice of participation to the Employer within such period as may be prescribed or permitted in the Regulation. To the extent required by the MPF Ordinance and the Regulation, the Trustee shall not refuse participation in the Master Trust to any Employer who satisfies the requirements of this sub-clause.

8.2 On being notified that an Employer is considering making an application to participate in the Master Trust, the Trustee shall cause to be given to such Employer the information required to be given to such Employer by the Regulation.

8.3 Each Employer who executes a Participation Agreement shall be deemed by such execution to:-

8.3.1 covenant to pay to the Trustee all sums of money now or hereafter due to be paid by it in accordance with this Deed and the relevant Participation Agreement and the Employer warrants that any such payment will not breach any applicable law or regulation relating to the prevention of money laundering or otherwise;

8.3.2 covenant to comply with the provisions of this Deed, the relevant Participation Agreement, the MPF Ordinance and the Regulation;

8.3.3 undertake and agree to hold the Trustee indemnified against all and any proceedings, costs, charges, liabilities and expenses occasioned by all and any claims, actions, demands or proceedings in connection with the Master Trust so far as they (i) relate to the Employer and Members who are attributable to the Employer (whether they relate to the Employer and

such Members alone or together with another Employer or Employers and the Members attributable thereto), or (ii) are a result of any failure or omission on the part of the Employer to duly and punctually perform or observe any of the obligations on the part of the Employer to be performed or observed under and pursuant to the provisions of this Deed, the relevant Participation Agreement, the MPF Ordinance and the Regulation. Notwithstanding any other provisions of this Deed, the Employer shall be responsible for payment of all the legal costs and expenses of the Trustee in enforcing the obligations of the Employer pursuant to this Deed or the relevant Participation Agreement;

8.3.4 undertake and agree to duly and punctually give to the Trustee all information and documents in the custody, power, possession or control of the Employer that the Trustee may reasonably require or request in connection with the performance of any obligations of the Trustee pursuant to the provisions of this Deed, the relevant Participation Agreement, the MPF Ordinance and the Regulation; and

8.3.5 warrant that all information provided or to be provided by the Employer pursuant to Clause 8.3.4 or in relation to Contributions and in respect of each Member, as to age, income, length of service and otherwise as the Trustee may require, will be true and correct in all respects and not misleading and the Employer undertakes to indemnify and hold harmless the Trustee for any loss, cost or expense arising out of any breach of this warranty.

8.4 Subject to the MPF Ordinance, an Employer may cease to participate in the Master Trust (either generally or in respect of some only of the Members employed by such Employer) on giving not less than one month's notice in writing (expiring at the end of a calendar month) (or such other period of notice as the Trustee may agree) of such cessation of participation to the Trustee and to each affected Member. With effect from the expiry of such notice, the Employer's and each affected Member's obligation to make Contributions to the Master Trust relating to the affected Members shall cease provided that (i) nothing shall affect the obligation of the Employer or an affected Member to make Contributions to the Master Trust for the period prior to the expiry of such notice, and (ii) all other obligations of the Employer and the affected Members under this Deed and the relevant Participation Agreement shall remain in full force and effect.

Note: General Regulation, s. 150(d)

9. PROVISIONS FOR SUBSTITUTION OF NEW EMPLOYER

9.1 If any of the events referred to in Clause 9.2 occur in respect of an Employer then and in such event:-

9.1.1 the Employer shall be released from all its obligations under the Master Trust;

9.1.2 such other body corporate, individual or individuals referred to in such Clause 9.2 shall be deemed to be substituted for the Employer and shall be liable to perform such obligations; and

9.1.3 this Deed and the relevant Participation Agreement shall thenceforth have effect as if such other body corporate, individual or individuals had been a party to the Participation Agreement in place of the Employer.

9.2 The events referred to in Clause 9.1 are:-

9.2.1 an Employer (being a body corporate) enters into liquidation and another body corporate (whether in contemplation of such liquidation or after the commencement thereof) enters into an agreement with the Trustee and with the relevant Employer or its liquidator to perform the obligations of such Employer under the Master Trust;

9.2.2 an Employer (being an individual or individuals) is adjudicated bankrupt and another individual or individuals or a body corporate (whether in contemplation of such bankruptcy or after the commencement thereof) enters into an agreement with the Trustee and with the relevant Employer or its trustee in bankruptcy to perform the obligations of such Employer under the Master Trust;

9.2.3 the undertaking of an Employer (being a body corporate or an individual or individuals) is acquired by or vested in any other body corporate or individual or individuals and such other body corporate, individual or

individuals either enters into an agreement with the Trustee and with such Employer or its liquidator or trustee in bankruptcy or is bound by virtue of or pursuant to any statutory provision or any order of the court or any ruling, order, regulation or direction made thereunder or otherwise to perform the obligations of such Employer under the Master Trust;

9.2.4 an Employer (being a body corporate) is dissolved by virtue of or pursuant to any statutory provision or any order of any competent court or any ruling, order, regulation or direction made thereunder or otherwise and another body corporate is bound by virtue of or pursuant to any statutory provision or any order of the court or any ruling, order, regulation or direction made thereunder or otherwise to perform the obligations of such Employer under the Master Trust;

9.2.5 an Employer (being a body corporate) is deemed to be a subsidiary or a holding company under section 2 of the Companies Ordinance (Chapter 32 of the Laws of Hong Kong) of another body corporate and such other body corporate enters into an agreement with such Employer and the Trustee to perform the obligations of such Employer under the Master Trust.

10. PARTICIPATION AND CESSATION OF PARTICIPATION BY SELF-EMPLOYED PERSONS AND OTHER ELIGIBLE PERSONS

10.1 A Self-Employed Person may participate in the Master Trust by executing a Participation Agreement in the form as the Trustee and the Sponsor may agree from time to time, subject to the approval of the Authority where applicable. An Other Eligible Person may participate in the Master Trust by executing a Participation Agreement in such form as may be agreed with the Trustee and the Sponsor. Any person who is required under the law to be treated as a Member may participate in the Master Trust by executing a Participation Agreement in such form as the Trustee and the Sponsor may agree from time to time.

10.2 A Self-Employed Person or Other Eligible Person who executes a Participation Agreement shall be deemed by such execution to:-

- 10.2.1 covenant to pay to the Trustee all sums of money now or hereafter due to be paid by him or her in accordance with this Deed and the relevant Participation Agreement;
- 10.2.2 covenant to comply with the provisions of this Deed, the relevant Participation Agreement, the MPF Ordinance and the Regulation;
- 10.2.3 undertake and agree to hold the Trustee indemnified against all and any proceedings, costs, charges, liabilities and expenses occasioned by all and any claims, actions, demands or proceedings in connection with the Master Trust so far as they (i) relate to the Self-Employed Person or the Other Eligible Person, as the case may be, (whether they relate to the Self-Employed Person or the Other Eligible Person alone or together with other Members), or (ii) are a result of any failure or omission on the part of the Self-Employed Person or the Other Eligible Person, as the case may be, to duly and punctually perform or observe any of the obligations on the part of the Self-Employed Person or the Other Eligible Person to be performed or observed under and pursuant to the provisions of this Deed, the relevant Participation Agreement, the MPF Ordinance and the Regulation. Notwithstanding any other provisions of this Deed, the Self-Employed Person or the Other Eligible Person, as the case may be, shall be responsible for payment of all the legal costs and expenses of the Trustee in enforcing the obligations of the Self-Employed Person or the Other Eligible Person pursuant to this Deed or the relevant Participation Agreement;
- 10.2.4 undertake and agree to duly and punctually give to the Trustee all information and documents in the custody, power, possession or control of the Self-Employed Person or the Other Eligible Person, as the case may be, that the Trustee may reasonably require or request in connection with the performance of any obligations of the Trustee pursuant to the provisions of this Deed, the relevant Participation Agreement, the MPF Ordinance and the Regulation; and
- 10.2.5 warrant that all information provided or to be provided by the Self-Employed Person or the Other Eligible Person, as the case may be, pursuant to Clause 10.2.4 or in relation to Contributions and in respect of the Self-Employed Person or the Other Eligible Person, as to age, income

and otherwise as the Trustee may require, will be true and correct in all respects and not misleading and the Self-Employed Person or the Other Eligible Person, as the case may be, undertakes to indemnify and hold harmless the Trustee for any loss, cost or expense arising out of any breach of this warranty.

10.3 Subject to the MPF Ordinance a Self-Employed Member may cease to participate in the Master Trust as a Self-Employed Member on giving not less than one month's notice in writing (expiring at the end of a calendar month) of such cessation of participation to the Trustee or such shorter period of notice as the Trustee may agree. With effect from the expiry of such notice, the Self-Employed Member's obligation to make Contributions to the Master Trust shall cease provided that (i) nothing shall affect the obligation of the Self-Employed Member to make Contributions to the Master Trust for the period prior to the expiry of such notice, and (ii) all other obligations of the Self-Employed Member under this Deed and the relevant Participation Agreement shall remain in full force and effect.

10A. PARTICIPATION AND CESSATION OF PARTICIPATION BY TVC ACCOUNT HOLDERS

10A.1 The Trustee may, and must to the extent required by the MPF Ordinance and the Regulation, subject to the MPF Ordinance and the Regulation, admit to participation in the Master Trust any TVC Account Applicant. Any such TVC Account Applicant admitted to participation is called in this Deed, a "**TVC Account Holder**".

10A.2 A TVC Account Holder must execute a Participation Agreement, in terms approved by the Trustee and the Sponsor. A TVC Account Holder who executes a Participation Agreement shall be deemed by such execution to:-

10A.2.1 covenant to pay to the Trustee all sums of money now or hereafter due to be paid by him or her in accordance with this Deed and the relevant Participation Agreement;

10A.2.2 covenant to comply with the provisions of this Deed, the relevant Participation Agreement, the MPF Ordinance and the Regulation;

- 10A.2.3 undertake and agree to hold the Trustee indemnified against all and any proceedings, costs, charges, liabilities and expenses occasioned by all and any claims, actions, demands or proceedings in connection with the Master Trust so far as they (i) relate to the TVC Account Holder (whether they relate to the TVC Account Holder alone or together with other Members), or (ii) are a result of any failure or omission on the part of the TVC Account Holder to duly and punctually perform or observe any of the obligations on the part of the TVC Account Holder to be performed or observed under and pursuant to the provisions of this Deed, the relevant Participation Agreement, the MPF Ordinance and the Regulation. Notwithstanding any other provisions of this Deed, the TVC Account Holder shall be responsible for payment of all the legal costs and expenses of the Trustee in enforcing the obligations of the TVC Account Holder pursuant to this Deed or the relevant Participation Agreement;
- 10A.2.4 undertake and agree to duly and punctually give to the Trustee all information and documents in the custody, power, possession or control of the TVC Account Holder that the Trustee may reasonably require or request in connection with the performance of any obligations of the Trustee pursuant to the provisions of this Deed, the relevant Participation Agreement, the MPF Ordinance and the Regulation; and
- 10A.2.5 warrant that all information provided or to be provided by the TVC Account Holder pursuant to Clause 10A.2.4 or in relation to Contributions and in respect of the TVC Account Holder, as to age, income and otherwise as the Trustee may require, will be true and correct in all respects and not misleading and the TVC Account Holder undertakes to indemnify and hold harmless the Trustee for any loss, cost or expense arising out of any breach of this warranty.
- 10A.3 Where any of the circumstances under section 31(5)(c) or section 31(5A) of the Regulation occurs in respect of a TVC Account Holder (in this Clause called the “**Retiring TVC Account Holder**”), that TVC Account Holder will cease to be a Member of the Master Trust as from such date (in this Clause called the “**Cessation Date**”) as the Trustee may decide.
- 10A.4 The Retiring TVC Account Holder may nominate (in accordance with Part 12 of the Regulation) a Registered Provident Fund Scheme in which he is a participant as a

recipient of the TVC Balance and upon receipt of an election to transfer such amount to such Registered Provident Fund Scheme, the Trustee must comply with such election.

- 10A.5 If an event specified in Clause 10A.3 occurs at the same time or after an event specified in Clause 47 and there is a conflict between the provisions of Clause 10A.3 on the one hand and those of Clause 47 on the other, then the provisions of Clause 47 will prevail.

PART III
TRUSTEE, SPONSOR AND SERVICE PROVIDERS

11. APPOINTMENT OF ORIGINAL TRUSTEE

The Sponsor appoints the Original Trustee to be the first Trustee of the Master Trust, to administer the Master Trust in accordance with the terms and conditions of this Deed and any relevant Participation Agreements. The Original Trustee accepts such appointment.

12. APPOINTMENT REMOVAL AND RETIREMENT OF TRUSTEE

Note: s21(2) MPF Ordinance

12.1 Subject to Clauses 12.2, 12.3, and 12.4:-

12.1.1 The power (whether statutory or otherwise) of appointment of a new Trustee shall be vested in the Sponsor and shall be exercisable by an instrument in writing.

12.1.2 The Trustee may resign as trustee of the Master Trust by giving to the Sponsor not less than six months' notice in writing (or such shorter period as the Sponsor may agree to accept) to that effect. The Sponsor shall use its reasonable endeavours to identify a new trustee of the Master Trust with effect from the effective date of resignation of the Trustee. If within the space of two months of the date upon which any such notice given to the Sponsor is to take effect the Sponsor shall have failed to appoint a new trustee of the Master Trust the Trustee shall be entitled to petition the Authority to apply to the Court of First Instance to wind up the Master Trust in accordance with the MPF Ordinance.

12.1.3 The Trustee shall resign as trustee of the Master Trust on receipt of a written request from the Sponsor to do so, such resignation to take effect on the expiry of three months from the date of receipt of the written request (or such shorter period as the Trustee may agree to accept).

Note: s. 33(9) MPF Ordinance

12.1.4 The Trustee shall be deemed to have resigned as trustee of the Master Trust if (a) the approval of the Trustee as an Approved Trustee is suspended or revoked in accordance with the MPF Ordinance or (b) the Trustee's administration of the Master Trust is suspended or revoked in accordance with the MPF Ordinance. Such deemed resignation shall take effect from the date of such suspension or revocation.

Note: ss. 20A, 20B, 33 MPF Ordinance

12.2 No person shall be appointed as a Trustee unless that person is an Approved Trustee. An officer (as defined in the MPF Ordinance) may be appointed in respect of the Trustee only if the Authority has given its prior written consent to such appointment. Where the office of an officer (as defined in the MPF Ordinance) becomes vacant, an application must be made to the Authority for its consent to the appointment of a replacement officer within 30 days (or such other period as may be prescribed by the Regulation) after the vacancy arises.

Note: ss. 2, 20 MPF Ordinance, Part II General Regulation, s. 28 General Regulation

12.3 Nothing in this Deed shall limit:-

12.3.1 the power of the Authority to remove the Trustee and appoint a new Trustee or appoint or remove an administrator of the Master Trust pursuant to the MPF Ordinance; or

12.3.2 the power of any administrator so appointed to resign as administrator in accordance with the MPF Ordinance.

Note: ss. 33A, 33B MPF Ordinance

12.4 A Trustee may not resign or be removed except with the prior written approval of the Authority.

Note: s. 33(9) MPF Ordinance

- 12.5 Upon resignation or removal of a Trustee, the resigning Trustee shall assign, transfer or otherwise pay to the successor Trustee the moneys and other property then constituting the Master Trust less the Trustee's Fee accrued to the effective date of resignation or removal of the resigning Trustee and any other amounts due to the Trustee in accordance with this Deed and remaining unpaid. The resigning Trustee shall thereafter be absolved and released from all further obligations under this Deed or any Participation Agreement but without prejudice to the rights of any person in respect of any act or omission prior to such resignation.
- 12.6 Every Trustee who resigns or is removed as Trustee of the Master Trust shall in respect of its period of trusteeship of the Master Trust and notwithstanding that it shall have resigned or been removed continue to have the benefit of all indemnities, powers and privileges given to the Trustee of the Master Trust by this Deed and the Participation Agreements in addition to the indemnities, powers and privileges given by law to such Trustee.

13. COVENANTS OF THE TRUSTEE

The Trustee covenants in favour of the Employers and the Members as follows:-

- 13.1 To hold the assets of the Master Trust upon trust to be applied in accordance with this Deed and the relevant Participation Agreement;
- 13.2 to comply with this Deed and the relevant Participation Agreement;
- 13.3 to exercise the care, skill, diligence and prudence to be reasonably expected of a person who is administering provident fund schemes and is familiar with the operation of provident fund schemes;
- 13.4 to use in the administration of the Master Trust all knowledge and skill that the Trustee has, or ought reasonably to be expected to have, because of the Trustee's profession or business, in so far as that knowledge and skill is relevant to the operation of the Master Trust;
- 13.5 to act in the interests of Members and not in the Trustee's own interests;
and

13.6 to ensure that the funds of the Master Trust are invested in different investments so as to minimize the risk of losses of those funds, unless in particular circumstances it is prudent not to do so.

Note: s. 24 of the MPF Ordinance implies the covenants in Schedule 5 into the terms of the Master Trust; see also the duties of the trustee in s. 43 of the General Regulation

14. SUBSTITUTION OF SPONSOR

14.1 The Sponsor shall have power to retire in favour of some other person so long as such other person enters into a deed by which it agrees to assume the obligations of the Sponsor under this Deed. Upon such deed being entered into, the retiring Sponsor shall be absolved and released from all further obligations under this Deed but without prejudice to the rights of the Trustee or of any Employer or Member or other person in respect of any act or omission prior to such retirement.

14.2 If the Sponsor goes into liquidation (except a voluntary liquidation for the purpose of reconstruction or amalgamation upon terms previously approved in writing by the Trustee) or if a receiver is appointed over any of its assets, the Trustee may appoint any other person to act as Sponsor so long as such other person enters into a deed by which it agrees to assume the obligations of the Sponsor under this Deed.

14.3 On the appointment of a new Sponsor, unless The Bank of East Asia, Limited otherwise agrees by confirmation in writing delivered to the Trustee, the then Sponsor and/or the then Trustee shall change the name of the Master Trust to a name not including the expression “BEA” or the characters “東亞銀行”.

14.4 The Trustee shall, as soon as practicable after the appointment of the new Sponsor, give notice to the Employers and the Members specifying the name and address of the office of the new Sponsor.

15. APPOINTMENT AND REMOVAL OF INVESTMENT MANAGER

15.1 Subject to Clause 15.5, the Trustee with the approval of the Sponsor shall appoint one or more qualified persons (including the Sponsor or any Associate of the Sponsor or the Trustee where such person is so qualified) to act as Investment Manager or

Investment Managers of all or part of the assets of the Master Trust. The Sponsor shall not unreasonably withhold or delay its approval to any person acting as Investment Manager of the Master Trust.

Note: s. 44(1) General Regulation

15.2 The Trustee may with the consent of the Sponsor (such consent not to be unreasonably withheld), and (subject to any applicable regulatory requirements and any necessary regulatory approvals) shall at the request of the Sponsor, remove any Investment Manager or Investment Managers so appointed and, subject as provided in this Clause, appoint a new Investment Manager or Investment Managers.

15.3 The Trustee shall enter into an investment management agreement with an Investment Manager containing the terms required by the Regulation and such other terms as the Trustee, with the approval of the Sponsor, (such approval not to be unreasonably withheld or delayed) and the Investment Manager may agree.

Note: ss. 40(2), 44(1)(b), 45(1), (2), (5), 47, 49, 53(1), (2), 64(1), 74, Schedule 2 General Regulation, para. B1.24 MPF Code

15.4 The remuneration of an Investment Manager shall be as agreed between the Trustee, with the consent of the Sponsor, and the Investment Manager and shall be payable out of the assets of the Master Trust.

15.5 The Trustee shall not be required to appoint an Investment Manager in respect of a Constituent Fund which is a Feeder Fund but may do so, subject always to the requirements of this Clause.

Note: s. 44(2) General Regulation

16. APPOINTMENT AND REMOVAL OF CUSTODIAN

16.1 The Trustee may appoint one or more qualified persons (including the Sponsor or any Associate of the Sponsor or the Trustee where such person is so qualified) to act as Custodian or Custodians of all or part of the assets of the Master Trust. Any Custodian or Custodians so appointed and any delegates of such Custodian or Custodians shall be independent of the Investment Manager and any delegates of the

Investment Manager (as determined in accordance with section 46 of the Regulation). Except where the Custodian is an Associate of the Trustee, such appointment shall require the prior approval of the Sponsor. The Sponsor shall not unreasonably withhold or delay its approval to any person acting as Custodian of the Master Trust.

Note: s. 50 General Regulation

16.2 The Trustee may remove any Custodian or Custodians so appointed and, subject as provided in this Clause, appoint a new Custodian or Custodians.

16.3 The Trustee shall enter into a custodian agreement with any Custodian so appointed (other than the Trustee) containing the terms required by the Regulation and such other terms as the Trustee and the Custodian may agree.

Note: ss. 49, 50, 51(1), (2), 52(1), (2), 64(1), 69(1), 71, 72, 73, 74, Schedule 3 General Regulation

16.4 The remuneration of a Custodian shall be as agreed between the Trustee and the Custodian and shall be payable out of the assets of the Master Trust.

17. APPOINTMENT AND REMOVAL OF ADMINISTRATOR AND OTHERS

17.1 The Trustee may appoint one or more qualified persons (including the Sponsor or any Associate of the Sponsor or the Trustee where such person is so qualified) to act as Administrator or Administrators in respect of all or part of the Master Trust (and, subject to any applicable regulatory requirements and any necessary regulatory approvals, shall do so at the request of the Sponsor) and may delegate to such Administrator or Administrators such of the powers, duties and discretions of the Trustee as the Trustee thinks fit.

17.2 The Trustee may and, subject to any applicable regulatory requirements and any necessary regulatory approvals, shall at the request of the Sponsor remove any Administrator so appointed and, subject as provided in this Clause, appoint a new Administrator or Administrators.

17.3 The Trustee shall enter into an agreement with an Administrator containing the terms required by the Regulation and such other terms as the Trustee and the Administrator may agree.

Note: ss. 53(1), 74 General Regulation

17.4 The remuneration of an Administrator shall be as agreed between the Trustee, with the consent of the Sponsor, and the Administrator and shall be payable out of the assets of the Master Trust.

17.5 Subject as otherwise provided in this Deed in relation to Investment Managers, Custodians and Administrators and subject to any applicable regulatory requirements or any necessary regulatory approvals the Trustee may delegate all or any of its powers, rights, privileges, duties and discretions under this Deed to any other person (including the Sponsor or any Associate of the Sponsor or the Trustee) on such terms as the Trustee thinks fit.

18. AUDITORS

18.1 The Trustee, with the approval of the Sponsor, shall from time to time appoint to be the auditor or auditors of the Master Trust an accountant or accountants being qualified to act as auditor or auditors of Registered Provident Fund Schemes. The Trustee may from time to time, with the approval of the Sponsor, and shall, if the Sponsor shall withdraw any approval previously given, remove any auditor or auditors and, with the prior approval of the Sponsor, appoint in his or their stead another person or persons qualified as aforesaid. Any such auditor or auditors so appointed shall be independent of the Trustee, the Custodian and the Investment Manager (if any).

Note: ss. 96, 98, 99 General Regulation

18.2 The Sponsor shall not unreasonably withhold, delay or withdraw its approval to any person or persons acting as auditors of the Master Trust.

18.3 The remuneration of the Auditor shall be as agreed between the Trustee, with the consent of the Sponsor, and the Auditor and shall be payable out of the assets of the Master Trust.

19. PROVISIONS APPLICABLE TO APPOINTMENT OF SERVICE PROVIDERS GENERALLY

19.1 In Clauses 15, 16 and 17, references to a “**qualified person**” means a person qualified to act as investment manager, custodian or administrator (as the case may be) of Registered Provident Fund Schemes.

Note: ss. 44(3), (4), (5), 46 (in respect of investment managers), s. 68 (in respect of custodians) General Regulation

19.2 Notwithstanding the delegation of any of its duties, powers and discretions under this Deed to any Service Provider the Trustee:-

19.2.1 shall remain entitled to receive and retain in full the Trustee’s Fee and other sums payable to the Trustee under this Deed;

19.2.2 shall exercise reasonable skill, care and diligence in the supervision and control of any such Service Provider; and

Note: ss. 43(f), 69(3) General Regulation

19.2.3 shall not be absolved from the responsibility to ensure that the duty, power or discretion is performed in relation to the Master Trust or from the consequences of any failure by the Service Provider to perform that duty, power or discretion.

Note: s. 27(4) MPF Ordinance

19.3 The Sponsor and any Associate of the Trustee or the Sponsor shall be entitled to retain for its own absolute use and benefit any remuneration, profit or other benefit it may receive out of the assets of the Master Trust in connection with acting as an Investment Manager, Custodian, Administrator or other Service Provider in respect of the Master Trust.

PART IV
INVESTMENT AND BORROWING

Note: s. 40(1) General Regulation

20. INVESTMENT MANDATES

Note: para. B1.4, B1.5, B1.6 MPF Code

- 20.1 On becoming a Member, a Member shall give an Investment Mandate in accordance with Clause 22 specifying the percentage or amount of the Contributions and Transfer Payments to be paid to the Trustee for the account of such Member which is to be invested in each of the Constituent Funds.
- 20.2 A Member may change the Member's Investment Mandate by giving a new Investment Mandate in accordance with Clause 22. The new Investment Mandate shall only apply in respect of Contributions and Transfer Payments received by the Trustee for the account of the relevant Member on or after the effective date of the new Investment Mandate.
- 20.3 An Investment Mandate shall remain in effect until the Valuation Date on which a new Investment Mandate takes effect in accordance with Clause 22. In the event that a Member fails to give an Investment Mandate pursuant to Clause 20.1 (whether due to failing to provide an Investment Mandate or providing an Investment Mandate not meeting the requirements under Clause 22), the Member shall be deemed to have given an Investment Mandate to invest the Contributions and Transfer Payments received by the Trustee for the account of that Member in the Default Investment Strategy and the Trustee shall notify the relevant Member of the investment in such Default Investment Strategy as soon as practicable. Notwithstanding the aforesaid, the relevant Member shall have the right to:
- (i) redeem any Units in the Default Investment Strategy so acquired and apply such redemption proceeds to acquire Units in one or more Constituent Fund(s) by submitting a Switching Instruction in accordance with Clause 22, and
 - (ii) submit a new Investment Mandate in accordance with Clause 22 with respect to any relevant future Contributions.

- 20.3A (i) Any de-risking under the Default Investment Strategy in respect of a Member pursuant to the relevant provisions of this Deed (the "**DIS Related Provisions**") will take place on the birthday of that Member, subject to the provisions specified in the sub-section "*De-risking of the DIS*" of the DIS Section.
- (ii) The smallest amount of Units of the BEA (MPF) Age 65 Plus Fund and/or the BEA (MPF) Core Accumulation Fund (as the case may be) that can be issued in the annual de risking under the Default Investment Strategy shall be a fraction of not less than one-thousandth of a Unit.
- (iii) Any switching in and out of the Default Investment Strategy will be subject to the provisions specified in the sub-section "*Switching in and out of the DIS*" of the DIS Section.
- 20.4 Notwithstanding any other provisions of this Deed (including the DIS Related Provisions):
- (i) in respect of a Member whose age the Trustee is not aware of, the Trustee must invest the Accrued Benefits of the Member solely in the BEA (MPF) Age 65 Plus Fund;
- (ii) in respect of an account of a Member who joined the Master Trust before the DIS Launch Date which is not subject to the Default Investment Arrangement per (ii) of the sub-section "*Circumstances for Accrued Benefits to be Invested in the DIS*" of the DIS Section, then Clause 20.3 shall not apply to that account and that account shall be treated in accordance with (ii) of the sub-section "*Circumstances for Accrued Benefits to be Invested in the DIS*" of the DIS Section."

21. SWITCHING INSTRUCTIONS

Note: para. B1.7, MPF Code

- 21.1 A Member may give a Switching Instruction in accordance with Clause 22 to require the realisation of all or any percentage, number or value of the Units allocated to the

Credit Balance of such Member and the investment of the net proceeds of such realisation in another Constituent Fund or other Constituent Funds.

- 21.2 The Trustee shall implement a Switching Instruction on the Valuation Date on which the Switching Instruction takes effect, determined in accordance with Clause 22 (the “relevant Valuation Date”). Units of a class (the “existing class”) shall be switched into Units of another class (the “new class”) by realisation of Units of the existing class and issue of Units of the new class in accordance (or as nearly as may be in accordance) with the following formula:-

$$N = \frac{(E \times R)}{S}$$

Where:-

N is the number of Units of the new class to be issued, provided that amounts representing fractions of less than one-thousandth of a Unit (or such other fraction as the Trustee and the Sponsor may agree from time to time, either generally or in respect of a particular class or classes of Units) shall be ignored and shall be retained by the Constituent Fund relating to the new class;

E is the number of Units of the existing class to be realised;

R is the Realisation Price per Unit of the existing class applicable on the relevant Valuation Date;

S is the Issue Price per Unit for the new class applicable on the Valuation Date coincident with or next following the expiry of 5 Business Days (or such shorter period as the Trustee may determine) from the relevant Valuation Date.

- 21.3 If there is, at any time during the period from the time as at which the Realisation Price per Unit of the existing class is calculated up to the time at which any necessary transfer of funds from the Constituent Fund to which the existing class relates (the "**Original Constituent Fund**") to the Constituent Fund to which the new class relates takes place, an officially announced devaluation or depreciation of any currency in which any investment of the Original Constituent Fund is denominated or normally traded, that Realisation Price shall be reduced as the Trustee considers appropriate to take account of the effect of that devaluation or depreciation and the

number of Units of the new class to be allotted to the account of any relevant Member pursuant to this Clause shall be recalculated in accordance with the formula set out in this Clause as if that reduced Realisation Price had been the Realisation Price ruling for realisations of Units of the existing class on the relevant Valuation Date.

22. PROVISIONS APPLICABLE TO INVESTMENT MANDATES AND SWITCHING INSTRUCTIONS GENERALLY

22.1 Without prejudice to the requirements from time to time of the MPF Ordinance and the Regulations and the guidelines issued in relation thereto, Investment Mandates and Switching Instructions given to the Trustee shall meet the requirements for a "specific investment instruction" as specified in the Offering Document. Investment Mandates given upon enrolment shall apply to all types of Contributions. However, Investment Mandates and Switching Instructions given subsequent to enrolment may apply to different types of Contributions (in the case of Investment Mandates) or accrued benefits (in the case of Switching Instructions).

22.2 Subject to Clause 22.3, a duly completed Investment Mandate or Switching Instruction shall take effect on the later of:-

22.2.1 the Valuation Date coincident with or next following the effective date (if any) specified in the relevant Investment Mandate or Switching Instruction; or

22.2.2 the first Valuation Date falling after the expiry of 7 Business Days (or such shorter period as the Trustee may determine) from receipt by the Trustee of the relevant Investment Mandate or Switching Instruction.

Note: para. B1.8, MPF Code

22.3 If dealings in any Units of any relevant Constituent Fund shall be suspended for any period then the Trustee may retain any Contributions, Transfer Payments or other amounts received which would otherwise be applied to the issue of Units of that Constituent Fund in cash or, subject to section 66A of the Regulation, on Deposit with any Authorized Financial Institution or Eligible Overseas Bank (including the Trustee or the Sponsor or any Associate of the Trustee or the Sponsor) pending the resumption of dealings or the resolution of the circumstance affecting the relevant

Constituent Fund and then implement the Investment Mandate or Switching Instruction or may seek a revised Investment Mandate or Switching Instruction from the relevant Member. The Trustee shall notify the relevant Member as soon as practicable if any Investment Mandate or Switching Instruction is not implemented within a reasonable period but nothing in this Clause shall make the Trustee liable for failure to give notice or to seek a revised Investment Mandate or Switching Instruction from a Member.

Note: para. B1.8 MPF Code

22.4 The Trustee may limit the number of Investment Mandates or Switching Instructions to be given by a Member in any year by giving one month's notice (or such other period of notice as the Authority or Commission may require) to Members.

23. INVESTMENT OF CONSTITUENT FUNDS

23.1 Subject to the provisions of this Deed, the MPF Ordinance and the Regulation, the Trustee shall have full power to invest and otherwise deal with the assets of the Master Trust as if it were the beneficial owner of such assets, including investment in investments not expressly authorised by law for the investment of trust funds, investments which do not produce income and investments which involve liability or the giving of security.

23.1A Notwithstanding any other provisions of this Deed, the Trustee must ensure that the Default Investment Strategy is available under the Master Trust for selection by Members and any investment related to the Default Investment Strategy must accord with Part 4AA and Part 2 of Schedule 10 of the MPF Ordinance.

23.2 Subject to the provisions of this Deed, the MPF Ordinance and the Regulation, all or any amount of cash received for any Constituent Fund may be retained in any currency or currencies for the account of such Constituent Fund in cash or, subject to section 66A of the Regulation, on Deposit with an Authorized Financial Institution or an Eligible Overseas Bank (including, if applicable, the Trustee, the Sponsor or any of their Associates).

Note: para. 11(1) Schedule 1 General Regulation

- 23.3 Subject to the provisions of this Deed, the MPF Ordinance and the Regulation, any investments or other property comprised in a Constituent Fund may at any time be realised either in order to invest the proceeds of sale in other investments for such Constituent Fund or to provide cash required for the purpose of any provision of this Deed or in order to retain the proceeds of sale in cash or on Deposit as aforesaid or partly one and partly another.
- 23.4 Underwriting or sub-underwriting contracts may be entered into for the account of a Constituent Fund in relation to the subscription or purchase of investments subject always to the provisions of this Deed, the MPF Ordinance and the Regulation. All commissions or other fees received by the Trustee and all investments or cash acquired pursuant to any such contract shall form part of the relevant Constituent Fund and any subscription or purchase moneys payable thereunder shall be paid out of such Constituent Fund.
- 23.5 Repurchase agreements may be entered into in respect of any investments for the time being comprised in a Constituent Fund, subject to and in accordance with the MPF Ordinance and the Regulation. Fees or expenses paid by the Trustee in respect of any such repurchase agreement shall be debited to the relevant Constituent Fund. Where any such repurchase agreement has been arranged through the Trustee or the Sponsor or an Associate of the Trustee or the Sponsor, the relevant entity shall be entitled to retain for its own use and benefit any fee or benefit it receives on a commercial basis in connection with such arrangement.

Note: s. 51, para. 7(4) Schedule 1 General Regulation, Guidelines on Repurchase Agreements

- 23.6 Investments for the time being comprised in a Constituent Fund may be loaned by a Constituent Fund, subject to and in accordance with the MPF Ordinance and the Regulation. Fees or expenses paid by the Trustee in respect of any such loan shall be debited to the relevant Constituent Fund. Where any such loan has been arranged through the Trustee or the Sponsor or an Associate of the Trustee or the Sponsor, the relevant entity shall be entitled to retain for its own use and benefit any fee or benefit it receives on a commercial basis in connection with such arrangement.

Note: ss. 49(5), 52, para. 3(2) Schedule 1 General Regulation, Guidelines on Securities Lending

23.7 Subject to the MPF Ordinance and the Regulation, the Trustee, the Sponsor and their Associates may as principal sell or deal in the sale of investments to the Trustee for the account of any Constituent Fund or otherwise deal as principal with any Constituent Fund. If the Trustee, the Sponsor or any of their Associates so sell or deal, the Trustee, Sponsor or such Associate (as the case may be) may retain for their or its own absolute use and benefit any profit which they or it may derive therefrom or in connection therewith.

Note: ss. 49(2), (3), (4) General Regulation

23.8 Subject to the MPF Ordinance and the Regulation, any transaction authorised hereunder may be effected in and moneys may be held hereunder in cash or on Deposit as aforesaid in a currency or currencies other than Hong Kong dollars and for such purpose foreign currency may be acquired either at the official rate of exchange or otherwise having regard to the prevailing market conditions and either for present or forward settlement and any costs and commissions thereby incurred shall be paid out of the relevant Constituent Fund.

23.9 Subject as otherwise provided in this Deed, where any cash forming part of a Constituent Fund is transferred to a deposit account with the Trustee or the Sponsor or any Associate of either of them (being an institution licensed to accept Deposits) such institution shall allow interest thereon in accordance with normal banking practice for Deposits of that term at a rate not lower than the prevailing rate for Deposits of a similar size and duration, in the same currency and with institutions of a similar standing negotiated at arm's length. Subject thereto such banker or other financial institution shall be entitled to retain for its own use and benefit any benefit which it may derive from any cash for the time being in its hands (whether on current or deposit account) as part of a Constituent Fund.

24. STATEMENT OF INVESTMENT POLICY

24.1 The Trustee shall prepare and maintain or cause to be prepared and maintained a statement of investment policy in respect of each Constituent Fund. The statement of investment policy for a Constituent Fund must include such information as is required by the MPF Ordinance and/or the Regulation.

Note: MPF Code, paras. B2.9, B2.12; MPF Ordinance, s. 21BB; General Regulation, ss. 24, 38; SFC Code, para. 5.5

24.2 Subject to any applicable regulatory requirements and any necessary regulatory approvals, the Trustee may amend the statement of investment policy relating to a Constituent Fund on giving not less than one (1) month's prior notice (or such other period of notice as the Authority or the Commission may require) to each Employer and each Member of such amendment.

25. INVESTMENT RESTRICTIONS

Note: General Regulation, s. 47, Schedule 1, para. 2(j) Schedule 2; MPF Code, chapter B2

25.1 The assets of a Constituent Fund shall be invested in accordance with and subject to the restrictions and limitations contained in the MPF Ordinance and the Regulation from time to time. Where as a result of amendment to the MPF Ordinance or the Regulation such restrictions or limitations are further restricted, the revised restrictions and limitations shall apply in respect of each Constituent Fund on the expiry of such transitional period (if any) as may be specified in the amending legislation.

25.2 It shall not be necessary to effect changes of investments merely because, owing to appreciations or depreciations in the value of the investments held or made for the account of a Constituent Fund, any of the applicable limits shall be exceeded, nor by reason of any of those limits being exceeded as a result of such Constituent Fund receiving, taking up or participating in any rights, bonuses or benefits in the nature of capital, or any scheme or arrangement for amalgamation, reconstruction, conversion or exchange, or as a result of any realisation caused by a realisation of Units or any payment out of such Constituent Fund but if and so long as any of such limits shall be exceeded no further investments may be acquired (otherwise than as aforesaid) which would result in such limit being further exceeded, and the Trustee shall procure that all reasonable steps are taken as a priority objective to restore the position so that the limits exceeded in such cases will not persist, at all times having regard to the interests of Members.

26. BORROWING

The Trustee may at any time make and vary arrangements for the borrowing by the Trustee for the account of any Constituent Fund of any currency, subject to and in accordance with the MPF Ordinance and the Regulation.

Note: General Regulation, s65, para. 4, Schedule 1

For the purposes of or in connection with any such borrowing the following provisions shall apply:-

- 26.1 The borrowing may be effected from any person (including, if a banker, the Sponsor, the Trustee or an Associate of either of them provided that the rate of interest on that borrowing and any fee or premium payable to such banker in relation to the arrangement, repayment or termination of the borrowing are not higher than such banker would, in accordance with normal banking practice, charge on an arm's length transaction for a loan of a similar size and duration in circumstances similar to those then prevailing in relation to the Master Trust).
- 26.2 Subject to the MPF Ordinance and the Regulation, the Trustee may in pursuance of any borrowing arrangements place on Deposit with the lender or any nominee of the lender an amount out of the Constituent Fund in question which the Trustee considers to be equivalent to the amount borrowed upon terms providing for the repayment of the Deposit at the same time or times (and, if more than once, so that on each occasion the proportion which the Deposit bears to the loan is maintained) as the borrowing is repayable.
- 26.3 Every borrowing shall be upon the terms that the borrowing shall become repayable in the event of the termination of the Constituent Fund in question.
- 26.4 Any interest on any borrowing effected under this Clause and expenses incurred in negotiating, entering into, varying and carrying into effect with or without variation and terminating the borrowing arrangements shall be payable out of the Constituent Fund in question.
- 26.5 Subject to the MPF Ordinance and the Regulation, for the purposes of securing any borrowing and interest and expenses thereof the Trustee shall be entitled to charge,

pledge or otherwise encumber in any manner all or any part of the Constituent Fund in question but where any part of such Constituent Fund or any document of title thereto is for the time being under the custody or control of some person other than the Trustee or any nominee, custodian or sub-custodian of the Trustee in consequence of any such charge, pledge or encumbrance the Trustee shall not be responsible for the custody and control of such part of such Constituent Fund or documents of title thereto and shall not be liable for the acts and omissions of any lender and its agents in relation to such part of such Constituent Fund or documents of title thereto. Any such charge or pledge shall be made upon the terms that the lender or such other person as aforesaid provides a written commitment to the effect that under no circumstances will it pledge or charge any of such part of such Constituent Fund to any other person or use any part of it to provide margin for or guarantee, secure, discharge or settle any borrowing, trades or contracts, or dispose of any part of it, or treat it as if any person other than the Trustee has any interest in it and that no step shall be taken to enforce the security thereby constituted until thirty days after notice in writing shall have been given to the Trustee demanding repayment of the moneys thereby secured.

- 26.6 The Trustee shall not incur any liability by reason of any loss which a Member or an Employer may suffer by reason of any depletion in the Net Asset Value of any Constituent Fund which may result from any borrowing arrangements made hereunder by reason of fluctuations in rates of exchange or otherwise and (save as herein otherwise expressly provided) the Trustee shall be entitled to be indemnified out of and have recourse to the Constituent Fund in question in respect of any liabilities, costs, claims or demands which it may suffer arising directly or indirectly from the operation of this Clause and the arrangements referred to herein.
- 26.7 In the event that any arrangements for borrowing or making Deposits under this Clause shall be made with any of the Trustee, the Sponsor or any Associate of either of them then such person shall be entitled to retain for its own use and benefit all profits and advantages which may be derived therefrom.
- 26.8 Any borrowing for the account of any Constituent Fund shall be made on terms that the rights of the lender shall be limited to the assets of such Constituent Fund and that the lender shall have no recourse against the Trustee (save to the extent that the Trustee holds assets of such Constituent Fund in relation to which borrowings have been undertaken) or the assets of any other Constituent Fund.

27. VOTING RIGHTS ON INVESTMENTS

27.1 All rights of voting conferred by any investment or other property comprised in the Master Trust shall be exercised in such manner as the Trustee may think fit. The Trustee may refrain at its own discretion from the exercise of any voting rights and no person shall have any right to interfere or complain. The Trustee shall be entitled to exercise the said rights in what it may consider to be the best interests of Members but (a) the Trustee shall not be under any liability or responsibility in respect of any vote, action or consent given or taken or not given or taken by the Trustee whether in person or by proxy and (b) neither the Trustee nor the holder of any such proxy shall incur any liability or responsibility by reason of any error of law or mistake of fact or any matter or thing done or omitted or approval voted or given or withheld by the Trustee or by the holders of such proxy under this Deed.

27.2 The phrase “**rights of voting**” or the word “**vote**” used in this Clause shall be deemed to include not only a vote at a meeting but any consent to or approval of any arrangement, scheme or resolution or any alteration in or abandonment of any rights attaching to any part of the Master Trust and the right to requisition or join in a requisition to convene any meeting or to give notice of any resolution or to circulate any statement.

PART V
FEES AND CHARGES

Note: s. 66 General Regulation

28. TRUSTEE'S FEE

28.1 Subject to Clause 34 in respect of a MPF Conservative Fund, the Trustee shall be entitled to receive for its own account out of each Constituent Fund as soon as practicable after the last Valuation Date of such Constituent Fund each month a monthly Trustee's Fee calculated and accrued at the appropriate percentage per annum (as defined below) over the appropriate period (as defined below) of the Net Asset Value of each Constituent Fund on each Valuation Date of such Constituent Fund (irrespective of any fluctuation in such Net Asset Value either before or after such Valuation Dates), provided that if the calculation of Net Asset Value of any Constituent Fund is suspended pursuant to Clause 6 on any Valuation Date relevant for the purposes of this paragraph the Trustee's Fee shall be calculated by reference to Net Asset Value on the last Valuation Date of such Constituent Fund immediately preceding such suspension.

28.2 The "**appropriate percentage per annum**" shall be 3 per cent. per annum. The Trustee may from time to time by notice in writing to the Sponsor reduce the appropriate percentage per annum or fix a scale of percentages per annum (none of them exceeding the said percentage per annum) reducing according to the size of the relevant Constituent Fund and in the event and for such period as may be specified in such notice (or if no period is so specified then until further notice in writing shall be given to the Sponsor cancelling the previous notice) such revised percentage per annum or scale of percentages per annum shall be the appropriate percentage per annum for such Constituent Fund but any such notice shall be ipso facto cancelled if the Trustee who gave such notice in writing as aforesaid ceases to be Trustee of the Master Trust. The Trustee may, after consulting the Sponsor, increase the rate of the monthly Trustee's Fee for the time being specified up to the maximum level permitted pursuant to this Clause on giving not less than three months' notice of such increase to affected Members.

28.3 The "**appropriate period**" shall be the period from (but excluding) the later of the initial issue of Units of the relevant Constituent Fund and the previous Valuation Date

of the relevant Constituent Fund on which the Trustee's Fee was payable up to (and including) the Valuation Date of the relevant Constituent Fund on or following which the relevant payment of the Trustee's Fee falls due.

28.4 The Trustee shall in addition be entitled to retain for its own absolute use and benefit any other fees paid to it of the assets of the Master Trust pursuant to any other provision of this Deed.

29. SPONSOR'S FEE

29.1 Subject to Clause 34 in respect of a MPF Conservative Fund, the Sponsor shall be entitled to receive for its own account out of each Constituent Fund as soon as practicable after the last Valuation Date of such Constituent Fund each month a monthly Sponsor's Fee calculated and accrued at the appropriate percentage per annum (as defined below) over the appropriate period (as defined below) of the Net Asset Value of each Constituent Fund on each Valuation Date of such Constituent Fund (irrespective of any fluctuation in such Net Asset Value either before or after such Valuation Dates), provided that if the calculation of Net Asset Value of any Constituent Fund is suspended pursuant to Clause 6 on any Valuation Date relevant for the purposes of this paragraph the Sponsor's Fee shall be calculated by reference to Net Asset Value on the last Valuation Date of such Constituent Fund immediately preceding such suspension.

29.2 The "**appropriate percentage per annum**" shall be 3 per cent. per annum. The Sponsor may from time to time by notice in writing to the Trustee reduce the appropriate percentage per annum or fix a scale of percentages per annum (none of them exceeding the said percentage per annum) reducing according to the size of the relevant Constituent Fund and in the event and for such period as may be specified in such notice (or if no period is so specified then until further notice in writing shall be given to the Trustee cancelling the previous notice) such revised percentage per annum or scale of percentages per annum shall be the appropriate percentage per annum for such Constituent Fund but any such notice shall be ipso facto cancelled if the Sponsor who gave such notice in writing as aforesaid ceases to be Sponsor of the Master Trust. The Sponsor may increase the rate of the monthly Sponsor's Fee for the time being specified up to the maximum level permitted pursuant to this Clause on giving not less than three months' notice of such increase to the Trustee and affected Members.

- 29.3 The “**appropriate period**” shall be the period from (but excluding) the later of the initial issue of Units of the relevant Constituent Fund and the previous Valuation Date of the relevant Constituent Fund on which the Sponsor’s Fee was payable up to (and including) the Valuation Date of the relevant Constituent Fund on or following which the relevant payment of the Sponsor’s Fee falls due.
- 29.4 The Sponsor shall in addition be entitled to receive and retain for its own absolute use and benefit the Offer Spread, the Bid Spread, any other amount expressed to be payable to the Sponsor pursuant to this Deed and any amount payable to the Sponsor in its capacity as a Service Provider or otherwise than in its capacity as sponsor of the Master Trust. For the avoidance of doubt, Offer Spread and Bid Spread (if any) for a transfer or payment of benefits can only include necessary transaction costs (within the meaning of section 34, section 35, section 35A or section 35B of the Regulation (as the case may be)) incurred or reasonably likely to be incurred in selling or buying investments in order to give effect to the transfer or payment and are payable to a party other than the trustee, and any such necessary transaction costs shall be used to reimburse the relevant Constituent Fund.

Note: General Regulation, ss. 34, 35, 35A, 35B

30. FEES PAYABLE BY EMPLOYERS AND MEMBERS

- 30.1 Unless otherwise prohibited by the MPF Ordinance or the Regulation and subject as otherwise provided in the relevant Participation Agreement, each Employer and each Member who executes a Participation Agreement (a “**Relevant Member**”) shall pay or reimburse to the Trustee the following fees and expenses:-
- 30.1.1 the costs of amending the Participation Agreement applicable to the relevant Employer or Relevant Member;
 - 30.1.2 any other costs, fees and expenses expressed to be payable by the Employer or the Relevant Member in this Deed or the relevant Participation Agreement.
- 30.2 The Trustee shall from time to time notify each Employer and each Relevant Member in writing of the amount of the fees and expenses due under Clause 30.1, and the

relevant Employer or Relevant Member shall pay the amount so notified to the Trustee as an addition to the next payment of Contributions to be made by such Employer or Relevant Member.

31. SWITCHING FEE AND OTHER FEES

31.1 No fees may be charged, and no financial penalties may be imposed on any Member in relation to any Switching Instruction given pursuant to Clause 21 other than an amount representing the necessary transaction costs that are incurred, or reasonably likely to be incurred by the Trustee in selling or purchasing investments in order to give effect to the Switching Instruction and are payable to a party other than the Trustee. Such necessary transaction costs shall include such fees and/or charges as set out in the MPF Ordinance, the Regulation or guidelines issued by the Authority from time to time. Any amount of such necessary transaction costs imposed and received under this Clause 31.1 shall be used to reimburse the relevant Constituent Fund.

Note: s. 34 General Regulation

31.2 Subject as otherwise provided in this Deed or any Participation Agreement and subject to any applicable regulatory requirement, in relation to any change in any Investment Mandate pursuant to Clause 20.2 the Trustee may levy on the relevant Member a fee of an amount (as the Trustee and the Sponsor may agree) not exceeding HK\$200. This fee shall be retained by or paid to the Trustee for its own absolute use and benefit. Where such a fee is levied in respect of a change in an Investment Mandate, the Trustee is not required to give effect to the change until the Trustee receives such fee.

31.3 Subject to any restrictions under the MPF Ordinance and the Regulation, the Trustee, after consulting the Sponsor, and the Sponsor shall be entitled to levy a fee on Employers and/or Members for providing additional services to such Employers and/or Members (other than services that the Trustee is required by the MPF Ordinance or Regulation to provide to Employers and/or Members) on giving not less than one month's notice (or such other period of notice as the Authority or the Commission may require) to affected Employers and affected Members of its intention to levy such fee. The amount of any such fee shall, in the case of a fee payable to the Trustee, be as agreed with the Sponsor and, in the case of a fee payable to the Sponsor, be as determined by the Sponsor.

32. FEES PAYABLE ON TRANSFER FROM A SCHEME TO ANOTHER SCHEME / WITHIN THE MASTER TRUST

32.1 Subject to Clause 32.2, no fees shall be charged and no financial penalties shall be imposed for transferring accrued benefits from (i) a Registered Provident Fund Scheme to another Registered Provident Fund Scheme; (ii) from an account within the Master Trust to another account within the Master Trust; (iii) in the same account within the Master Trust, from a Constituent Fund to another Constituent Fund, other than an amount representing the necessary transaction costs that are incurred, or reasonably likely to be incurred, by the Trustee in selling or purchasing investments in order to give effect to the transfer and are payable to a party other than the Trustee. Such necessary transaction costs shall include such fees and/or charges as set out in the MPF Ordinance, the Regulation or guidelines issued by the Authority from time to time. Any amount of such necessary transaction costs imposed and received under this Clause 32.1 shall be used to reimburse the relevant Constituent Fund.

32.2 Save for a fee representing the necessary transaction costs (within the meaning of section 35 of the Regulation), the Trustee shall not be entitled to charge any fees or impose any financial penalties in relation to making a transfer in accordance with Clause 38 from the Master Trust to another Registered Provident Fund Scheme or from an account within the Master Trust to another account within the Master Trust in respect of a Member if:-

32.2.1 Contributions have ceased to be made by or on behalf of the Member to the Master Trust;

32.2.2 the Trustee has received a request in the specified form to transfer the Credit Balance of the Member to another Registered Provident Fund Scheme or to another account within the Master Trust;

32.2.3 the Trustee received such request within 12 months after the date on which Contributions were last made by or on behalf of the Member; and

32.2.4 the Credit Balance of the Member does not exceed HK\$5,000 (or such other amount as may be prescribed by the Regulation).

Such necessary transaction costs shall include such fees and/or charges as set out in the MPF Ordinance, the Regulation or guidelines issued by the Authority from time to time.

Note: s. 35, General Regulation

32A. FEES PAYABLE ON PAYMENT

32A.1 Save for a fee representing the necessary transaction costs (within the meaning of section 35A of the Regulation), the Trustee shall not be entitled to charge any fees or impose any financial penalties on a Member or deduct any fee from the Member's account to give effect to any payment of Accrued Benefits in accordance with Clause 36 in a lump sum.

32A.2 Save for a fee representing the necessary transaction costs (within the meaning of section 35B of the Regulation), the Trustee shall not be entitled to charge any fees or impose any financial penalties on a Member or deduct any fee from the Member's account to give effect to any payment of Accrued Benefits in accordance with Clause 36 by instalments in any year, for such number of instalments as may be prescribed by the Regulation of that year. For any request of payment of Accrued Benefits by a Member exceeding 12 instalments in a year, a fee as disclosed to Members may be charged to or imposed on the Member or deducted from the Member's account or from the proceeds of realisation of the Units realised to give effect to the payment. Such fee may be paid to the Trustee or the Sponsor or any of their Associates for rendering services to give effect to the payment of Accrued Benefits.

Note: ss. 35A, 35B General Regulation

33. OTHER FEES, CHARGES AND EXPENSES

33.1 Without prejudice to any other charges, fees, expenses or liabilities expressly authorised by this Deed to be charged against Employers or Members or against any Constituent Fund but subject to Clause 34 in respect of a MPF Conservative Fund, there shall be payable out of the appropriate Constituent Fund (and where appropriate such charges, fees and expenses, if not directly attributable to any Constituent Fund, shall be apportioned pro rata between all the Constituent Funds by reference to the respective Net Asset Values of the Constituent Funds or in such other manner as the Trustee shall consider fair):-

- 33.1.1 subject to any restrictions under the MPF Ordinance and the Regulation, all stamp and other duties, taxes, governmental charges, brokerages, commissions, exchange costs and commissions, bank charges, telex, facsimile and other communications charges, transfer fees and expenses, registration fees and expenses, transactional fees of the Trustee in relation to transactions involving the whole or any part of the Master Trust, Custodian, co-custodian, sub-custodian and proxy fees and expenses, collection fees and expenses, insurance and security costs, and any other costs, charges or expenses payable in respect of the acquisition, holding and realisation or disposal of or other dealing with any investment or other property or any cash (including any licensing fee in respect of investment in Approved Index-Tracking Fund), Deposit or loan (including the claiming or collection of income or other rights in respect thereof and including any fees or expenses charged or incurred by the Trustee or the Sponsor or any of their Associates in the event of the Trustee or the Sponsor or such Associate rendering services or effecting transactions giving rise to such fees or expenses);
- 33.1.2 the fees and expenses of the Investment Managers;
- 33.1.3 the fees and expenses of the Auditors;
- Note: s. 101 General Regulation*
- 33.1.4 the fees and expenses of the Administrator (including those of the Trustee which are agreed by the Sponsor where the Trustee is also acting as Administrator);
- 33.1.5 the fees and expenses of any other Service Provider;
- 33.1.6 fees charged by the Trustee in connection with the establishment of each Constituent Fund and thereafter the fees in connection with calculating the Net Asset Value of each Constituent Fund and the Issue Price and Realisation Price of Units;

- 33.1.7 expenses in connection with the management and trusteeship of the Master Trust authorised by this Deed to be payable out of the Master Trust;
- 33.1.8 all legal and other advisory charges and expenses incurred by the Sponsor or the Trustee in connection with the Master Trust;
- 33.1.9 out-of-pocket expenses incurred by the Trustee or the Sponsor wholly and exclusively in the performance of their duties hereunder;
- 33.1.10 the administrative expenses incurred by the Sponsor and the Trustee in establishing the Master Trust and administrative expenses in connection with the initial issue of Units of each class (which expenses shall be amortised by being written off against the Constituent Funds other than the MPF Conservative Fund in proportion to their respective Net Asset Values in equal amounts over such period as the Trustee may determine unless and until the Trustee shall determine that some other method shall be applied);
- 33.1.11 the expenses of or incidental to the preparation of deeds supplemental hereto;
- 33.1.12 the expenses of holding meetings of Employers and/or Members and of giving notices to or otherwise communicating with Employers, Members, any Investment Manager, Administrator, Custodian or other Service Provider;
- 33.1.13 the costs and expenses of obtaining and maintaining authorisation or other official approval or sanction of the Master Trust or any Constituent Fund under the MPF Ordinance or the Securities and Futures Ordinance or any other law or regulation in any part of the world (including any levy payable thereunder) and approved by the Trustee or in complying with any undertaking given, or agreement entered into in connection with, or any rules governing such authorisation or approval;

*Note: s. 17 MPF Ordinance, s. 189 General Regulation
(compensation fund levy)*

- 33.1.14 costs charged by the Trustee in terminating the Master Trust or any Constituent Fund and for providing any additional services as agreed by the Sponsor;
- 33.1.15 the fees and expenses of the Trustee in connection with time and resources incurred by the Trustee reviewing and producing documentation in connection with the operation of any Constituent Fund including the filing of annual returns and other statutory information required to be filed with any regulatory authority having jurisdiction over the Master Trust;
- 33.1.16 the costs and expenses incurred in effecting and maintaining any insurance required by the MPF Ordinance or any other applicable law or regulation to be taken out in respect of the Master Trust; and
- 33.1.17 without prejudice to the generality of the foregoing, all costs incurred in publishing the Issue Price and Realisation Price of Units, all costs of preparing, printing and distributing all statements, accounts and reports pursuant to the provisions of this Deed (including the Auditors' fees and the Trustee's fees in relation thereto), the expenses of preparing and printing any explanatory memorandum incurred in respect of the Master Trust or any Constituent Fund, and any other expenses, deemed by the Trustee, after consulting the Auditors, to have been incurred in compliance with or connection with any change in or introduction of any law or regulation or directive or guidelines (whether or not having the force of law) of any governmental or other regulatory authority or with the provisions of any code relating to Registered Provident Fund Schemes and such other charges, costs, expenses and disbursements as under law the Trustee is entitled to charge to the assets of the Master Trust.

Note: MPF Ordinance, s. 22B; General Regulation, ss. 66, 101

- 33.2 There may be paid out of each Constituent Fund at the discretion of the Trustee all professional fees incurred in calculating, agreeing and/or contesting taxation liabilities and recoveries to be discharged out of or paid into that Constituent Fund.
- 33.3 The Trustee shall at its discretion and after consultation with the Auditors where it considers appropriate determine whether any particular sum payable pursuant to

provisions of this Clause out of any Constituent Fund shall be debited to capital or to income.

- 33.4 Interest earned on Contributions and Transfer Payments held pending investment in Constituent Funds in accordance with the relevant Investment Mandate, amounts held pending reinvestment in Constituent Funds in accordance with a Switching Instruction and amounts held pending payment of benefits or transfer to another Registered Provident Fund Scheme shall, as the Trustee in its discretion determines, either be applied to meet any of the expenses referred to in this Clause 33 or be credited to such one or more of the Constituent Funds as the Trustee in its discretion determines.

34. RESTRICTIONS APPLICABLE TO MPF CONSERVATIVE FUND

Note: s. 37 General Regulation

- 34.1 Notwithstanding any other provision of this Deed, no fees, charges or expenses shall be paid out of the MPF Conservative Fund except to the extent that such payment is permitted by the MPF Ordinance or the Regulation.

- 34.2 Subject to Clause 34.1, the Trustee shall pay fees, charges and expenses attributable to the MPF Conservative Fund in the following order of priority:-

34.2.1 First, in the payment of any compensation fund levy payable to the Authority pursuant to the MPF Ordinance in respect of the MPF Conservative Fund and any other expenses permitted to be paid out of the assets of the MPF Conservative Fund pursuant to the Regulation and/or guidelines or other requirements issued by the Authority from time to time;

34.2.2 Second, in the payment of all other fees, charges and expenses incurred by the MPF Conservative Fund during the calendar month in which the relevant Valuation Date falls other than the Sponsor's Fee, the Trustee's Fee and any fee payable to the Investment Manager (if any) appointed to manage the investment of the MPF Conservative Fund;

34.2.3 Third, in the payment of the Sponsor's Fee, the Trustee's Fee and the fee payable to the Investment Manager (if any) appointed to manage the investment of the MPF Conservative Fund falling due in respect of the

MPF Conservative Fund in the calendar month in which the relevant Valuation Date falls (provided that where the amounts available for payment are not sufficient to meet these fees in full, such amounts shall be applied pro rata to payment of the Sponsor's Fee, the Trustee's Fee and the fee payable to the Investment Manager (if any) or in such other proportions as the Sponsor, the Trustee and the Investment Manager may agree);

34.2.4 Fourth, to reimburse the Sponsor for any Deferred Expenses (as defined below) incurred prior to the calendar month in which the relevant Valuation Date falls and for this purpose Deferred Expenses incurred earlier in time shall be discharged prior to Deferred Expenses incurred later in time;

34.2.5 Fifth, in the payment of any Deferred Sponsor's Fees, Deferred Trustee's Fees and Deferred Investment Manager's Fees (as defined below) arising prior to the calendar month in which the relevant Valuation Date falls and for this purpose Deferred Sponsor's Fees, Deferred Trustee's Fees and Deferred Investment Manager's Fees arising earlier in time shall be discharged prior to Deferred Sponsor's Fees, Deferred Trustee's Fees and Deferred Investment Manager's Fees arising later in time (provided that where the amounts available for payment are not sufficient to meet the Deferred Sponsor's Fees, the Deferred Trustee's Fees and the Deferred Investment Manager's Fees in full, such amounts shall be applied pro rata to payment of the Deferred Sponsor's Fees, the Deferred Trustee's Fees and the Deferred Investment Manager's Fees or in such other proportions as the Sponsor, the Trustee and the Investment Manager may agree).

34.3 If by reason of any prohibition in the Regulation the whole or any part of any fees, charges or expenses (other than the Sponsor's Fee, the Trustee's Fee and any fee payable to the Investment Manager (if any) appointed to manage the investment of the MPF Conservative Fund) incurred in respect of any calendar month cannot be paid out of the MPF Conservative Fund at the time when under this Deed it first becomes payable, the amount of such fees, charges and expenses shall be payable by the Sponsor forthwith on demand by the Trustee and shall be carried forward as "**Deferred Expenses**". Each item of Deferred Expenses so carried forward shall be paid to the Sponsor by the Trustee out of the MPF Conservative Fund either wholly

or in part and at such time or times as may be permitted by the Regulation but not otherwise.

34.4 If by reason of any prohibition in the Regulation the whole or any part of any Sponsor's Fee, any Trustee's Fee or any fee due to the Investment Manager (if any) appointed to manage the investment of the MPF Conservative Fund incurred in respect of any calendar month cannot be paid out of the MPF Conservative Fund at the time when under this Deed it first becomes payable, the amount shall be carried forward as "**Deferred Sponsor's Fees**", "**Deferred Trustee's Fees**" or "**Deferred Investment Manager's Fees**", as the case may be. Each item of Deferred Sponsor's Fees, Deferred Trustee's Fees and Deferred Investment Manager's Fees so carried forward shall be paid by the Trustee out of the MPF Conservative Fund to the person entitled thereto either wholly or in part and at such time or times as may be permitted by the Regulation but not otherwise.

34A DIS Funds

The Trustee must ensure that:

- (i) no payment for the services specified in section 34DD(2) of the MPF Ordinance may be charged to or imposed on a DIS Fund or a Member who invests in a DIS Fund, other than those specified under section 34DD(3) of the MPF Ordinance; and
- (ii) the amounts charged for payment of services and out-of-pocket expenses chargeable under section 34DD(4)(b) of the MPF Ordinance do not exceed the rates as specified in Schedule 11 to the MPF Ordinance.

35. METHOD OF PAYMENT OF FEES, CHARGES AND EXPENSES

35.1 The fees, charges and expenses payable in respect of a Constituent Fund may be payable, at the election of the Trustee, either:-

- 35.1.1 out of the assets of such Constituent Fund (including out of Contributions or other amounts held pending investment in such Constituent Fund); or

35.1.2 by realising Units relating to such Constituent Fund and deducting and setting off against the realisation proceeds such fees, charges and expenses,-

or partly in one way and partly in the other.

35.2 Where the Trustee makes an election to pay fees, charges and expenses in the manner set out in Clause 35.1.2, Units relating to the relevant Constituent Fund shall be debited from the Credit Balances of Members and from the Unclaimed Benefits Account pro rata to the number or value of Units allocated to the Credit Balances of Members and the Unclaimed Benefits Account or in such other manner as the Trustee shall consider fair.

35.3 Unless otherwise provided in this Deed, any fees, charges and expenses payable by a Member under this Deed or any relevant Participation Agreement may be paid:-

35.3.1 by that relevant Member by cheque or in such other manner as may be agreed between that relevant Member and the Trustee or the Sponsor, as the case may be; or

35.3.2 at the election of the Trustee, either:-

35.3.2.1 out of Contributions or other amounts held in respect of the relevant Member pending investment in accordance with the relevant Investment Mandate; or

35.3.2.2 by realising Units allocated to the Credit Balance of the relevant Member (and for this purpose the Trustee shall have an absolute discretion in determining the Units to be realised),-

or partly in one way and partly in the other.

PART VI
PAYMENTS AND TRANSFERS

36. PAYMENTS

36.1 The Trustee shall pay amounts due under the terms of this Deed or any Participation Agreement within the time specified for payment by the Regulation.

Note: ss. 166, 167 General Regulation

36.2 Before making any payment, the Trustee may make such deductions as by the law of Hong Kong or by the law of any other country in which such payment or distribution is made, the Trustee is required or entitled to make in respect of any income taxes or other taxes, duties, charges or assessments whatsoever. The Trustee may also deduct the amount of any stamp duties or other governmental taxes or charges for which it might be liable in respect of such payment or any documents signed by it in connection therewith.

36.3 The Trustee shall not be liable to account to any Employer or Member or otherwise for any payment made or suffered by the Trustee in good faith to any duly empowered fiscal authority of Hong Kong or elsewhere for taxes or other charges in any way arising out of or relating to any transaction of whatsoever nature under this Deed or any relevant Participation Agreement or otherwise notwithstanding that any such payment ought not to be or need not have been made or suffered.

36.4 Subject to any exchange control regulations which may be in force at the time, the Trustee shall make payment of moneys due to or in respect of an Employer or Member in Hong Kong dollars or in such other currency as may be agreed between the relevant recipient and the Trustee. Payment shall be made in Hong Kong or such other place outside Hong Kong where banking facilities for the transmission of money and the conversion of currency are conveniently available as may be agreed between the Trustee and the recipient. In the event of payment being requested in a currency other than Hong Kong dollars or in a place outside Hong Kong, the Trustee may deduct the costs of conversion and transmission (as the case may be) from the moneys payable. The applicable rate of exchange for such conversion shall be such prevailing rate as the Trustee considers appropriate.

36.5 Any moneys payable by the Trustee shall as the Trustee thinks fit be paid by cheque or warrant or by telegraphic transfer to the recipient. Any cheque or warrant may be sent through the post to the address of the recipient as shown in the records of the Trustee. Every such cheque or warrant shall be made payable to the order of the person to whom it is delivered or sent and payment of the cheque or warrant shall be deemed satisfaction of the moneys payable. Where payment is by telegraphic transfer the Trustee shall be entitled to deduct the costs thereof from the moneys and payment shall be made to such account as designated by the recipient.

36.6 If any benefit is payable under this Deed to:

36.6.1 a minor; or

36.6.2 a person who in the opinion of the Trustee is by reason of mental or physical disability incapable of managing his or her own affairs,-

(each a “**restricted person**”) the Trustee may, subject to the MPF Ordinance and the Regulation, pay all or part of such benefit to such other person for the benefit of the restricted person as the Trustee thinks fit, provided that if a committee of estate (within the meaning of the Regulation) is appointed in relation to the property and affairs of a Member, the claim for payment of benefit by such committee of estate shall be processed in accordance with the Regulation. The receipt of such other person constitutes a complete discharge of the obligations of the Trustee to the restricted person.

Note: s. 165A, General Regulation

36.7 In the absence of manifest error, the determination of the Trustee as to the identity of the proper payee of any payment from the Master Trust and the amount properly payable to that person shall be conclusive. Payment in accordance with such determination shall constitute a complete discharge of all obligations of the Trustee and the Master Trust to that person.

36.8 On making a payment of benefits in accordance with this Clause, the Trustee shall give a benefit payment statement to the recipient of the payment containing such information as may be required by the Regulation and such other information as the Trustee shall determine.

Note: S. 168 General Regulation

37. TRANSFERS INTO THE MASTER TRUST

Note: s. 14, MPF Ordinance; s. 32(2), Part XII General Regulation

37.1 The Trustee:-

37.1.1 shall accept all (a) Accrued Benefits transferred from another Registered Provident Fund Scheme or (b) benefits transferred by or in respect of a Member from an occupational retirement scheme (as defined in the MPF Ordinance) exempted under section 5 of the MPF Ordinance to or to the account of the Trustee for the purposes of the Master Trust;

Note: s. 32(2) General Regulation

37.1.2 unless otherwise prohibited by the MPF Ordinance or the Regulation, may, on the request of an Employer or a Member in the specified form, accept any other amounts transferred from any other retirement scheme, fund or arrangement.

37.2 Subject to Clause 37.3 and Clause 37.4, the Trustee shall:-

37.2.1 to the extent that amounts received pursuant to this Clause relate to mandatory contributions (as defined in the MPF Ordinance) or Special Contributions attributable to the Member's former employment or former self-employment or Minimum MPF Benefits attributable to the Member's former employment, credit such amounts to the Mandatory Transfer Balance of the relevant Member;

37.2.2 credit any other amounts received pursuant to this Clause to the Voluntary Transfer Balance of the relevant Member or as may otherwise be provided in the relevant Participation Agreement;

37.2.3 invest amounts received pursuant to this Clause for the account of a Member in Units in accordance with the Investment Mandate of that Member on a Valuation Date for the relevant Constituent Fund or Constituent Funds within 20 Business Days (or shorted period as the

Trustee may determine) of receipt of such amounts in cleared funds together with all relevant documentation from the Member, the Member's employer in respect of the other retirement scheme, fund or arrangement and the trustee of the other retirement scheme, fund or arrangement or, if later, the Valuation Date for the relevant Constituent Fund or Constituent Funds next following the date of receipt of such amounts in cleared funds together with all relevant documentation from the Member, the Member's employer in respect of the other retirement scheme, fund or arrangement and the trustee of the other retirement scheme, fund or arrangement.

37.3 Where the relevant Member continues in employment with the same employer both before and after the transfer to the Master Trust the Trustee shall:-

37.3.1 to the extent that amounts received pursuant to this Clause relate to the employer's mandatory contributions (as defined in the MPF Ordinance) to a Registered Provident Fund Scheme in respect of the Member or to Minimum MPF Benefits of the Member attributable to the employer's contributions, credit such amounts to the Employer's Mandatory Contribution Balance of the relevant Member;

37.3.2 to the extent that amounts received pursuant to this Clause relate to the employer's voluntary contributions (as defined in the MPF Ordinance) in respect of the Member, credit such amounts to the Employer's Voluntary Contribution Balance of the relevant Member;

37.3.3 to the extent that amounts received pursuant to this Clause relate to the Member's mandatory contributions (as defined in the MPF Ordinance) to a Registered Provident Fund Scheme whilst an employee of the relevant employer or to Minimum MPF Benefits of the Member attributable to the Member's contributions whilst an employee of the relevant employer, credit such amounts to the Member's Mandatory Contribution Balance of the relevant Member (where such amounts are transferred to a contribution account within the Master Trust, nominated by the relevant Member) or the Mandatory Transfer Balance of the relevant Member (where such amounts are transferred to a personal account within the Master Trust, nominated by the relevant Member);

- 37.3.4 to the extent that amounts received pursuant to this Clause relate to the Member's voluntary contributions (as defined in the MPF Ordinance) whilst an employee of the relevant employer, credit such amounts to the Member's Voluntary Contribution Balance of the relevant Member;
- 37.3.5 to the extent that amounts received pursuant to this Clause relate to other mandatory contributions (as defined in the MPF Ordinance) by or in respect of the Member or other Minimum MPF Benefits of the Member, credit such amounts to the Mandatory Transfer Balance of the relevant Member;
- 37.3.6 to the extent that amounts received pursuant to this Clause relate to the other voluntary contributions (as defined in the MPF Ordinance) by or in respect of the Member, credit such amounts to the Voluntary Transfer Balance of the relevant Member;
- 37.3.7 invest amounts received pursuant to this Clause for the account of a Member in Units in accordance with the Investment Mandate of that Member on a Valuation Date for the relevant Constituent Fund or Constituent Funds within 20 Business Days (or such shorter period as the Trustee may determine) of receipt of such amounts in cleared funds together with all relevant documentation from the Member, the Member's employer, and the trustee of the other retirement scheme, fund or arrangement or, if later, the Valuation Date for the relevant Constituent Fund or Constituent Funds next following the date of receipt of such amounts in cleared funds together with all relevant documentation from the Member, the Member's employer and the trustee of the other retirement scheme, fund or arrangement.
- 37.4 Where amounts received pursuant to this Clause are to be treated as Unclaimed Benefits, the Trustee shall:-
- 37.4.1 designate the person in respect of whom the Unclaimed Benefits are vested as a Member;
- 37.4.2 transfer such amounts in the books of the Master Trust to the Unclaimed Benefits Account and record the interest of the relevant Member in the Unclaimed Benefits Account; and

37.4.3 invest such amounts in the Default Fund on a Valuation Date for the Default Fund within 20 Business Days (or such shorter period as the Trustee may determine) of receipt of such amounts in cleared funds or, if later, the Valuation Date for the Default Fund next following the date of receipt of such amounts in cleared funds.

Note: s. 173 General Regulation, para. B1.13 MPF Code

37.5 Pending investment in accordance with Clause 37.2, 37.3 or 37.4, amounts received for the account of a Member pursuant to this Clause may be held by the Trustee in cash or, subject to section 66A of the Regulation, on Deposit with any Authorised Financial Institution or Eligible Overseas Bank (including the Trustee or Sponsor or any Associate of the Trustee or the Sponsor).

37.6 As soon as practicable on or after receipt of amounts pursuant to this Clause for the account of a Member, the Trustee shall notify the Member of such receipt and of the amount received, expressed in Hong Kong dollars (with amounts received other than in Hong Kong dollars converted into Hong Kong dollars at such rate of exchange as the Trustee may in its discretion determine).

38. TRANSFERS OUT AND WITHIN ACCOUNTS OF THE MASTER TRUST

Note: Part XII General Regulation

38.1 On receipt or deemed receipt of an election made under Part XII of the Regulation, the Trustee shall have power to transfer amounts held for the account of a Member under the Master Trust in accordance with the election:-

38.1.1 to another account within the Master Trust; or

38.1.2 to another Registered Provident Fund Scheme.

38.2 Where amounts held for the account of a Member under the Master Trust are to be transferred to another account within the Master Trust:-

38.2.1 pursuant to an election made under section 146 of the Regulation, the

Trustee shall:-

38.2.1.1 in the books of the Master Trust, establish a personal account within the Master Trust for the relevant Member (if there is none established or if an additional personal account is requested by the relevant Member to be established and the Trustee agreed to such establishment);

38.2.1.2 in the books of the Master Trust, transfer the Mandatory Contribution Balance of the relevant Member to the Mandatory Transfer Balance of the relevant Member;

38.2.1.3 in the books of the Master Trust, transfer the aggregate of the following to the Voluntary Transfer Balance of the relevant Member (in addition to the existing Voluntary Transfer Balance of the relevant Member, if any):-

(a) the Member's Voluntary Contribution Balance of the relevant Member (if any);

(b) the vested portion of the Employer's Voluntary Contribution Balance of the relevant Member (if any); and

(c) so much of the unvested portion of the Employer's Voluntary Contribution Balance (if any) as the Employer of the relevant Member may determine and notify to the Trustee prior to the date of transfer.

38.2.2 pursuant to an election made under section 148A of the Regulation, the Trustee shall in the books of the Master Trust:-

38.2.2.1 establish a personal account within the Master Trust for the relevant Member (if there is none established or if an additional personal account is requested by the relevant Member to be established and the Trustee agreed to such establishment);

38.2.2.2 transfer to such personal account an amount equal to the Member's Mandatory Contribution Balance of the relevant Member.-

A Member may make an election to transfer to a personal account within the Master Trust under section 148A of the Regulation at any time Provided That such election may only be made once in every calendar year.

38.2.3 pursuant to an election made under section 148B of the Regulation, the Trustee shall:-

38.2.3.1 if the election is to transfer to a personal account nominated by the relevant Member, in the books of the Master Trust, establish a personal account within the Master Trust for the relevant Member (if there is none established or if an additional personal account is requested by the relevant Member to be established and the Trustee agreed to such establishment) and transfer to such personal account an amount equal to the aggregate of all of the following -

- (a) Credit Balance attributable to all mandatory contributions paid by or in respect of the relevant Member that are attributable to the Member's former employments or former self-employments and transferred to the Master Trust, and any contribution surcharges paid in respect of any such mandatory contributions;
- (b) Credit Balance attributable to the Minimum MPF Benefits of the Member transferred to the Master Trust, which are attributable to the relevant Member's former employments;
- (c) Credit Balance attributable to all mandatory contributions paid by or in respect of the relevant Member that are attributable to the Member's

former employments or former self-employments, and any contribution surcharges paid in respect of any such mandatory contributions, other than mandatory contributions or contribution surcharges mentioned in paragraph (a) or (b) above; and

- (d) the Special Contribution Balance (if any) paid in respect of the Member;

38.2.3.2 if the election is to transfer to a contribution account nominated by the relevant Member, in the books of the Master Trust, transfer to such contribution account an amount equal to the aggregate of the following -

- (a) Credit Balance attributable to all mandatory contributions paid by or in respect of the relevant Member that are attributable to the Member's former employments or former self-employments and transferred to the Master Trust, and any contribution surcharges paid in respect of any such mandatory contributions;
- (b) Credit Balance attributable to the Minimum MPF Benefits of the Member transferred to the Master Trust, which are attributable to the relevant Member's former employments;
- (c) Credit Balance attributable to all mandatory contributions paid by or in respect of the relevant Member that are attributable to the Member's former employments or former self-employments, and any contribution surcharges paid in respect of any such mandatory contributions, other than mandatory contributions or contribution surcharges mentioned in paragraph (a) or (b) above; and

- (d) the Special Contribution Balance (if any) paid in respect of the Member.

A Member may make an election to transfer to a personal account or another contribution account within the Master Trust under section 148B of the Regulation at any time.

38.2.4 pursuant to an election made under section 149 of the Regulation, the Trustee shall:-

38.2.4.1 if the election is to transfer from all or any one or more of the personal accounts of the relevant Member to another personal account of the relevant Member, in the books of the Master Trust, establish a personal account within the Master Trust for the relevant Member (if an additional personal account is requested by the relevant Member to be established and the Trustee agreed to such establishment) and transfer to such personal account an amount equal to the aggregate of the Credit Balance of the personal account or personal accounts to be transferred;

38.2.4.2 if the election is to transfer from all or any one or more of the personal accounts of the relevant Member to a contribution account of the relevant Member, in the books of the Master Trust, transfer to such contribution account an amount equal to the aggregate of the Credit Balance of the personal account or personal accounts to be transferred.

A Member may make an election to transfer to another personal account or a contribution account within the Master Trust under section 149 of the Regulation at any time.

38.3 Where amounts held for the account of a Member under the Master Trust are to be transferred to another Registered Provident Fund Scheme:

38.3.1 pursuant to an election made under Part XII (other than an election made under sections 148A, 148B and 149) of the Regulation, the Trustee shall to the extent permitted by the Regulation:-

38.3.1.1 realise the Units standing to the credit of the Credit Balance of the relevant Member on a Valuation Date within 20 Business Days (or such shorter period as the Trustee may determine) of receipt or deemed receipt of the election made under Part XII (other than an election made under sections 148A, 148B and 149) of the Regulation or, if later, the Valuation Date for the relevant Constituent Fund or Constituent Funds next following such receipt or deemed receipt; and

Note: para. B1.13 MPF Code

38.3.1.2 pay to the trustee of the other Registered Provident Fund Scheme the realization proceeds from the realization of Units pursuant to clause 38.3.1.1 above to the extent equal to the aggregate of:-

- (a) the Mandatory Credit Balance of the relevant Member (if any);
- (b) the Voluntary Credit Balance of the relevant Member (if any);
- (c) so much of the unvested portion of the Employer's Voluntary Contribution Balance (if any) as the Employer of the relevant Member may determine and notify to the Trustee prior to the date of payment; and
- (d) the TVC Balance (if any) of the relevant Member.

38.3.2 pursuant to an election made under section 148A of the Regulation, the Trustee shall to the extent permitted by the Regulation:-

38.3.2.1 realise such number of Units standing to the credit of the Member's Mandatory Contribution Balance on a Valuation Date within 20 Business Days (or such shorter period as the

Trustee may determine) of receipt or deemed receipt of the election made under section 148A of the Regulation or, if later, the Valuation Date for the relevant Constituent Fund or Constituent Funds next following such receipt or deemed receipt; and -

38.3.2.2 pay to the trustee of the other Registered Provident Fund Scheme the realisation proceeds from the realisation of Units pursuant to clause 38.3.2.1 above.

A Member may make an election to transfer to a personal account within another Registered Provident Fund Scheme which is a master trust scheme or an industry scheme under section 148A of the Regulation at any time Provided That such election may only be made once in every calendar year.

38.3.3 pursuant to an election made under section 148B of the Regulation, the Trustee shall to the extent permitted by the Regulation:-

38.3.3.1 realise such number of Units standing to the credit of the Credit Balance of the Member's Mandatory Transfer Balance of the relevant Member as equal to the aggregate of the following on a Valuation Date within 20 Business Days (or such shorter period as the Trustee may determine) of receipt or deemed receipt of the election made under section 148B of the Regulation or, if later, the Valuation Date for the relevant Constituent Fund or Constituent Funds next following such receipt or deemed receipt -

(a) Credit Balance attributable to all mandatory contributions paid by or in respect of the relevant Member that are attributable to the Member's former employments or former self-employments and transferred to the Master Trust, and any contribution surcharges paid in respect of any such mandatory contributions;

- (b) Credit Balance attributable to the Minimum MPF Benefits of the Member transferred to the Master Trust, which are attributable to the relevant Member's former employments;
- (c) Credit Balance attributable to all mandatory contributions paid by or in respect of the relevant Member that are attributable to the Member's former employments or former self-employments, and any contribution surcharges paid in respect of any such mandatory contributions, other than mandatory contributions or contribution surcharges mentioned in paragraph (a) or (b) above; and
- (d) the Special Contribution Balance (if any) paid in respect of the Member;

and

38.3.3.2 pay to the trustee of the other Registered Provident Fund Scheme the realisation proceeds from the realisation of Units pursuant to clause 38.3.3.1 above,

A Member may make an election to transfer to a contribution account within another Registered Provident Fund Scheme or a personal account within another Registered Provident Fund Scheme which is a master trust scheme or an industry scheme under section 148B of the Regulation at any time.

38.3.4 pursuant to an election made under section 149 of the Regulation, the Trustee shall:-

38.3.4.1 realise the aggregate of such number of Units standing to the credit of the Credit Balance of all or any one or more of the personal accounts of the relevant Member, as elected by the relevant Member, on a Valuation Date within 20 Business Days (or such shorter period as the Trustee may determine) of

receipt or deemed receipt of the election made under section 149 of the Regulation or, if later, the Valuation Date for the relevant Constituent Fund or Constituent Funds next following such receipt or deemed receipt; and

38.3.4.2 pay to the trustee of the other Registered Provident Fund Scheme the realisation proceeds from the realisation of Units pursuant to clause 38.3.4.1 above.

A Member may make an election to transfer to a contribution account within another Registered Provident Fund Scheme or a personal account within another Registered Provident Fund Scheme which is a master trust scheme or industry scheme under section 149 of the Regulation at any time.

Pending such payment to the trustee of the other Registered Provident Fund Scheme under this clause 38.3, the Trustee may hold the realisation proceeds in cash or, subject to section 66A of the Regulation, on Deposit with any Authorised Financial Institution or Eligible Overseas Bank (including the Trustee or the Sponsor or any Associate of the Trustee or the Sponsor).

38.4 As soon as practicable on or after any transfer pursuant to this Clause in respect of a Member, the Trustee shall notify the Member in writing of the transfer and shall provide the Member with such information as is required pursuant to the Regulation.

38.5 Any transfer from one account within the Master Trust to another account within the Master Trust or from the Master Trust to another Registered Provident Fund Scheme shall be made at such times in such manner and subject to such conditions as may be prescribed by the MPF Ordinance, the Regulation or the Authority and otherwise as the Trustee may in its discretion determine.

**PART VII
AMENDMENT OF THE MASTER TRUST**

39. AMENDMENT OF THE MASTER TRUST

- 39.1 Subject to Clause 39.4 and Clause 39.5, the Trustee and the Sponsor may at any time by deed alter, amend, extend, modify or add to any of the trusts, powers or provisions of this Deed (either generally so as to apply to all Employers and Members or so as to apply specifically to a particular Member or Members or a particular Employer or Employers and the Members employed by such Employer or Employers).
- 39.2 Subject to Clause 39.4, the Trustee may with the prior consent in writing of any Employer or, as the case may be, any Self-Employed Member or Other Eligible Person and the Sponsor at any time alter, amend, extend, modify or add to any of the provisions of the Participation Agreement applicable to such Employer or Self-Employed Member or Other Eligible Person.
- 39.3 Any alteration, amendment, extension, modification, deletion or addition (a “**modification**”) so made:-
- 39.3.1 shall take effect as from the date of the amending deed or agreement or as from such earlier or later date as is specified for that purpose in the deed or agreement;
- 39.3.2 shall be of the same validity as if it had been originally contained in this Deed or the relevant Participation Agreement, as the case may be;
- 39.3.3 may in like manner be altered, amended, extended, modified, deleted from and added to; and
- 39.3.4 shall be binding on each relevant Employer and Member whether such Employer or Member has executed a Participation Agreement or application for membership before or after that modification.
- 39.4 No modification shall be made which would cause the registration of the Master Trust pursuant to the MPF Ordinance to be cancelled.

39.5 Without prejudice to the generality of the foregoing, no modification may be made to any of the trusts, powers or provisions of this Deed without the prior approval of the Authority.

Note: s. 63 General Regulation

39.6 Any modification which alters, amends, extends, modifies or adds to the trusts, powers or provisions of this Deed or any Participation Agreement to reflect (in whole or in part) the trusts, powers or discretions permitted by the MPF Ordinance or the Regulation (including to give effect to any relaxation of any requirement imposed by the MPF Ordinance and/or any subsidiary legislation or requirements relating thereto) shall be deemed not to be prejudicial to the interests of Members.

39.7 The Trustee shall comply with any requirement of the Authority or the Commission to give notice to Employers and Members affected by any such proposed modification.

PART VIII
LIABILITIES AND INDEMNITIES

40. PROVISIONS RELATING TO THE TRUSTEE AND THE SPONSOR

- 40.1 Neither the Trustee nor the Sponsor shall be in any way responsible for the solvency of the Master Trust nor shall they be liable for the payment of any benefit pursuant to the Master Trust unless and except to the extent to which the assets of the Master Trust are for the time being sufficient and are available for that purpose. The assets of which the Master Trust for the time being consists shall be the only source to which persons who acquire rights under the Master Trust may look for the payment of any monies due to them pursuant to such rights provided that nothing herein shall be deemed to affect any rights such persons may have under or pursuant to the MPF Ordinance or against any relevant Employer.
- 40.2 Neither the Trustee nor the Sponsor shall incur any liability in respect of any action taken or thing suffered by them in reliance upon any notice, resolution, direction, consent, certificate, affidavit, statement, certificate of stock, plan or reorganisation or other document of title, or other paper or document believed to be genuine and to have been passed, sealed or signed by the proper parties.
- 40.3 The Trustee and the Sponsor shall be entitled to rely and act on any guidelines, codes or other information published by the Authority or the Commission and relating to Registered Provident Fund Schemes and shall not incur any liability to Employers or Members as a result of so relying and acting. Neither the Trustee nor the Sponsor shall incur any liability to Employers or Members for doing or failing to do any act or thing which by reason of any provision of any present or future law or regulation or of any decree, order or judgment of any Court or by reason of any request, announcement or similar action (whether of binding legal effect or not) which may be taken or made by any person or body acting with or purporting to exercise the authority of any government (whether legally or otherwise) either they or either of them shall be directed or requested to do or perform or to forbear from doing or performing. If for any reason it becomes impossible or impracticable to carry out the provisions of this Deed neither the Trustee nor the Sponsor shall be under any liability therefor or thereby.

- 40.4 Neither the Trustee nor the Sponsor nor their duly appointed agents shall be responsible for the authenticity of any signature on or any seal affixed to any Participation Agreement, form of application, Investment Mandate, Switching Instruction, request for payment of benefits or other document relating to the transfer or payment of benefits or investments (including signatures on such documents received by facsimile or electronic transmission) or be in any way liable for any forged or unauthorised signature on or seal affixed to such form or other document or for acting on or giving effect to any such forged or unauthorised signature or seal. The Trustee and the Sponsor respectively shall nevertheless be entitled but not bound to require that the signature of any Employer or Member to any document required to be signed by such Employer or Member under or in connection with this Deed shall be verified by a banker or broker or other responsible person or otherwise authenticated to its or their reasonable satisfaction.
- 40.5 Any indemnity expressly given to the Trustee or to the Sponsor in this Deed is in addition to and without prejudice to any indemnity allowed by law. Nothing in any of the provisions of this Deed shall in any case in which the Trustee or the Sponsor have failed to show the degree of diligence and care required of them by the provisions of this Deed exempt them from or indemnify them against any liability for breach of trust or any liability which by virtue of any rule of law would otherwise attach to them in respect of any fraud, negligence, default, breach of duty or trust of which they may be guilty in relation to their duties and neither the Trustee nor the Sponsor may be indemnified against such liability by Members or at Members' expense.
- 40.6 Nothing in this Deed shall be construed so as to prevent the Sponsor or the Trustee in conjunction or separately from establishing or acting as sponsor, manager, adviser, trustee, successor trustee, custodian, administrator or otherwise for trusts separate and distinct from the Master Trust and retaining any profit or benefit made in connection with such other trusts.
- 40.7 No decision of or exercise of a power or discretion by the Trustee or the Sponsor shall be invalidated or questioned on the ground that one or more of its directors or employees has or may have a direct or other personal interest by reason of being a Member. No decision of or exercise of a power or discretion by the Trustee or the Sponsor shall be invalidated or questioned on the ground that the Trustee or the Sponsor or any of their Associates had by reason of being the investment manager, investment adviser, trustee, custodian or administrator of any Collective Investment

Scheme or otherwise a direct or other personal interest in the result of such decision or of exercising such power or discretion.

- 40.8 The Trustee may act in accordance with section 25 of the Trustee Ordinance of Hong Kong and the Trustee and the Sponsor may act upon any advice or information obtained from any Service Providers, bankers, accountants, brokers, lawyers, agents or other persons acting as agents or advisers either of the Trustee or of the Sponsor or of any Service Provider and shall not be liable for anything done or omitted or suffered in good faith in reliance upon such advice or information. Neither the Trustee nor the Sponsor shall be responsible for or incur any liability in respect of any misconduct, mistake, oversight, error of judgment, forgetfulness or want of prudence on the part of any such banker, accountant, broker, lawyer, agent or other person as aforesaid or (except as specified in this Deed) of the Sponsor (in the case of the Trustee) or the Trustee (in the case of the Sponsor). Any such advice or information may be obtained or sent by letter, telegram, telex message, cablegram, facsimile transmission or electronic transmission and neither the Trustee nor the Sponsor shall be liable for acting on any advice or information purported to be conveyed by any such letter, telegram, telex message, cablegram, facsimile transmission or electronic transmission although the same contains some error or shall not be authentic.
- 40.9 Except as otherwise expressed in this Deed, the Trustee and the Sponsor shall as regards all the trusts, powers, authorities and discretions vested in each of them have absolute discretion as to the exercise thereof whether in relation to the manner or as to the mode of and the time for the exercise thereof. In the absence of fraud or negligence neither the Trustee nor the Sponsor shall be in any way responsible for any loss, costs, damages or inconvenience that may result from the exercise or non-exercise thereof.
- 40.10 Nothing in this Deed shall prevent the Trustee or the Sponsor or any of their Associates from contracting or entering into any financial, banking or other transaction with one another or with any Employer or Member or any company or body any of whose shares or securities form part of the Master Trust or from being interested in any such contract or transaction and subject as otherwise provided in this Deed the Trustee and the Sponsor and their Associates shall not be in any way liable to account to the Master Trust or the Employers or the Members or any of them for any profit or benefit made or derived from any such transaction or contract.

- 40.11 In the absence of fraud or negligence by the Sponsor or the Trustee respectively, they shall not incur any liability by reason of any error of law or any matter or thing done or suffered or omitted to be done by them in good faith under the provisions of this Deed and in particular, but without prejudice to the generality of the foregoing, neither the Sponsor nor the Trustee shall, in ascertaining the value of any investment, be under any liability by reason of the fact that a price reasonably believed to be the last published traded price or midway between the latest available market dealing offered price and the latest available market dealing bid price, for the time being may be found not to be such.
- 40.12 Nothing in this Deed shall prevent the Trustee or the Sponsor from buying, holding and dealing in any investments upon their respective individual accounts notwithstanding that similar investments may be held under this Deed as part of the assets of the Master Trust. The Trustee and the Sponsor shall not be liable to account to each other or to the Employers or Members for any profits or benefits made or derived from or in connection with any such transaction.

41. PROVISIONS RELATING TO THE TRUSTEE

- 41.1 The Trustee shall be responsible for the safe-keeping of the assets of the Master Trust in accordance with this Deed and subject thereto such assets shall be dealt with as the Trustee may think proper for the purpose of providing for the safe keeping thereof.

Note: s. 64(3) General Regulation

- 41.1.1 Subject to Clause 41.1.2, the Trustee shall remain liable for any act or omission of any person appointed by the Trustee to hold any assets of the Master Trust to the same extent as if such act or omission was that of the Trustee.
- 41.1.2 The Trustee shall not be liable for any act or omission of any Central Securities Depository in relation to any assets of the Master Trust deposited with such Central Securities Depository from time to time or any broker, financial institution or other person (or, in each case, its nominees) with whom the assets of the Master Trust are deposited in order to satisfy any requirement to deposit margin or securities.

- 41.2 The Trustee shall not be under any liability on account of anything done or suffered by the Trustee in good faith in accordance with or in pursuance of any request or advice of the Sponsor. Whenever any certificate, notice, instruction or other communication is given by the Sponsor or any other person to the Trustee the Trustee may accept as sufficient evidence a document signed or purporting to be signed on behalf of the Sponsor or such other person by any person whose signature the Trustee is for the time being authorised by the Sponsor or such other person to accept.
- 41.3 Where pursuant to this Deed or any Participation Agreement an Employer is required or empowered to give a direction or other communication to the Trustee, the Trustee shall be entitled to rely and act on any such direction or other communication given in writing signed by any director for the time being of the Employer or such other person as the Employer may from time to time nominate in writing and the Trustee shall not be required or responsible to enquire into any such directions or other communications and shall not be liable in any way for acting on the same.
- 41.4 The Trustee shall not incur any liability to any Member for acting in good faith in accordance with any Investment Mandate or Switching Instruction given or purported to be given by the relevant Member.
- 41.5 Subject as otherwise provided by the MPF Ordinance, the Trustee shall not be under any liability by reason of the fact that a price reasonably believed to be the relevant price for the purposes of Clause 5 may be found not to be such. For the purposes of ascertaining available prices the Trustee shall be entitled to use and rely upon any recognised mechanised or electronic systems of valuation dissemination which provide a daily or more frequent valuation service. Reference in this Deed to the valuation of investments on a particular day or at a particular time shall, if such a system of valuation dissemination is used by the Trustee, mean the latest such valuation, taken at a time or times selected by the system for the purpose, available on or before the day on which or time at which such valuation is required.
- Note: para. B1.15 MPF Code*
- 41.6 The Trustee may accept as sufficient evidence of the value of any asset of any Constituent Fund, or the cost price or sale price thereof, or of any Approved Stock Exchange or Approved Futures Exchange, a certificate by a person, firm or association qualified in the opinion of the Trustee to provide such a certificate.

Note: para. B1.15 MPF Code

41.7 At all times and for all purposes of this Deed the Trustee may rely upon the established practice and rulings of any Approved Stock Exchange or Approved Futures Exchange and any committees and officials thereof on which any dealing in any investment or other property is from time to time effected in determining what shall constitute a good delivery and any similar matters and such practice and rulings shall be conclusive and binding upon all persons under this Deed.

41.8 The Trustee shall not be under any obligation to appear in, prosecute or defend any action or suit in respect of the provisions hereof or in respect of the Master Trust or any part thereof or the determination of any rights of the Employers or Members or any corporate or shareholders' action which in its opinion would or might involve it in expense or liability but may do so in its sole discretion and shall be indemnified out of the Master Trust for any cost or expense which it may incur as a result thereof.

41.9 The Trustee shall keep or cause to be kept proper books of account and records in respect of the management of the Master Trust and each Constituent Fund and shall permit the Sponsor from time to time on demand to examine and take copies of or extracts from any such records. Subject as may be otherwise provided by any relevant regulatory requirement, all books and records in respect of the Master Trust, including the register of Members, may be kept either in written form or by such means (including magnetic, electronic or optical recording) as the Trustee may from time to time determine.

Note: General Regulation, ss. 77, 92

41.10 The Trustee shall ensure that adequate insurance (as defined in the Regulation) is maintained in respect of the Master Trust as required by section 29 of the Regulation.

Note: ss. 8, 29, General Regulation

41.11 The Trustee shall establish and maintain control objectives and internal control measures for the Master Trust in accordance with section 39 of the Regulation. The Trustee may from time to time amend in whole or in part such control objectives and/or internal control measures.

Note: s. 39 General Regulation

41.12 Subject to Clause 41.13, the Trustee shall not be liable for any loss or depreciation of any of the assets of the Master Trust and shall be indemnified out of the assets of the Master Trust against all costs and expenses, actions, claims and demands made against it by any person whatsoever and arising out of anything done or omitted to be done by it in its capacity as Trustee.

41.13 Notwithstanding any other provision of this Deed, nothing shall exempt, limit or exclude the Trustee from:-

41.13.1 any liability in respect of the Trustee's breach of trust for failure to act honestly or through fraud or negligence;

41.13.2 any liability for breach of trust for an intentional or reckless failure to exercise, as regards a matter concerning the Master Trust, the degree of care and diligence that is to be reasonably expected of a trustee who is exercising functions in relation to a trust; or

41.13.3 any liability for a fine or penalty imposed by or under law,-

and the Trustee shall not be indemnified out of the assets of the Master Trust in respect of any such liability.

Note: s. 26 MPF Ordinance; para. B1.1 MPF Code

41.14 The Trustee shall be liable only for such moneys as the Trustee shall actually receive and in no event shall the Trustee be liable for any interest in respect of such moneys. Except as otherwise required under the MPF Ordinance or the Regulation, the Trustee shall not be under any duty to take proceedings to enforce payment of any Contributions or other moneys payable under this Deed or any Participation Agreement.

Note: s. 18 MPF Ordinance, ss. 132, 133, 135, 136(5), (9), 137 General Regulation

41.15 The Trustee may at its sole discretion accept donations of money or any kind of property for the account of the Master Trust. The Trustee shall apply such money or property as the Trustee thinks fit for the purposes of the Master Trust.

41.16 The Trustee or any other person on behalf of the Trustee shall (subject as in this sub-clause otherwise provided) be entitled to destroy all documents and records relating to a Member or an Employer participating in the Master Trust at any time after the expiration of the period required under the Regulation for which such documents and records must be kept. Neither the Trustee nor any such other person as aforesaid shall be under any liability whatsoever in consequence thereof and unless the contrary be proved every document destroyed pursuant to this Clause shall be deemed to have been a valid and effective document in accordance with the recorded particulars thereof, provided that:-

41.16.1 the provisions aforesaid shall apply only to the destruction of a document in good faith and without notice of any claim (regardless of the parties thereto) to which the document might be relevant;

41.16.2 nothing in this sub-clause shall be construed as imposing upon the Trustee or any such other person as aforesaid any liability in respect of the destruction of any document earlier than as aforesaid or in any case where the conditions of Clause 41.16.1 are not fulfilled;

41.16.3 references herein to the destruction of any document include references to the disposal thereof in any manner.

Note: General Regulation, s. 93

41.17 The Trustee shall have the power generally to execute and do all such acts and things as the Trustee may consider necessary or expedient (subject to any restrictions contained herein) for the maintenance and preservation of the assets of the Master Trust and the rights of the Members and others thereunder.

41.18 Notwithstanding any other provision of this Deed, no power conferred on the Trustee by this Deed or the exercise of which may at any time be delegated by the Trustee in accordance with the provisions of this Deed shall at any time be exercised in such manner as would prejudice the registration of the Master Trust under the MPF Ordinance.

41.19 The Trustee may record all telephone conversations with Employers or Members or with any other person in relation to the affairs of the Master Trust and any such tape

recordings may be submitted by the Trustee in its sole discretion in evidence in any proceedings relating to the Master Trust.

41.20 Tax-related filings, reporting and disclosures

41.20.1 Subject to the applicable laws and regulations of Hong Kong and other jurisdictions, the Trustee and/or any of its authorised person(s) shall have the power to sign and/or file any returns, elections, and statement by the Scheme with any Tax Authorities, report or disclose Reportable Information regarding any person or entity considered to be Account Holder or Controlling Person of the Scheme under the AEOI to enable the Scheme to comply with applicable laws and regulations of Hong Kong and other jurisdictions.

41.20.2 The Trustee may, to the extent not prohibited by applicable law including AEOI, engage, employ or authorise any individual or entity (including but not limited to third-party service providers, the Trustee's affiliates, subsidiaries, associated entities, and any of their branches and offices) (each, for the purposes of this Clause, an “**authorised person**”) to:

- (a) assist the Scheme with the fulfilment of its obligations under AEOI; and/or
- (b) act on the Scheme's behalf in relation to its obligations under AEOI.

41.20.3 Each Member, Employer and any other individual or entity considered to be Account Holder or Controlling Person of an Account Holder (where applicable) of the Scheme must:

- (a) upon demand by the Trustee and/or any of its authorised person(s), provide any form, certification and other information that the Trustee and/or any of its authorised person(s) may from time to time require (the “Required Information”) in order to satisfy the Scheme's obligations under AEOI;
- (b) update or replace any Required Information;

- (c) comply with any reporting obligations imposed by Hong Kong or any other jurisdiction; and
- (d) assist the Scheme in complying with any of the due diligence and reporting obligations imposed on the Scheme under AEOI.

41.20.4 Notwithstanding any other provisions of this Deed, to the extent not prohibited by applicable law, each of the Trustee and its authorised persons shall have the power to:

- (a) demand from any Account Holder or Controlling Person of an Account Holder (where applicable) the information the Scheme needs in order to fulfil the Scheme's obligations under AEOI;
- (b) refuse to accept any applicant to the Scheme, provided that where such power is exercised by an authorised person, such authorised person has to be a “service provider” within the meaning of MPF Ordinance;
- (c) refuse or delay in making any payment to any Account Holder before receiving the Required Information from the applicant or Account Holder (as the case may be);
- (d) share with any Tax Authority the information it has in respect of any Account Holder or Account Holder or Controlling Person of an Account Holder (where applicable);
- (e) take or refrain from taking any other actions with respect to the applicant or Account Holder (as the case may be), to the extent not prohibited by law; and
- (f) share the Required Information of any Account Holder or Controlling Person of an Account Holder (where applicable) of the Scheme with the Trustee or any of the Trustee's authorised persons.

42. PROVISIONS RELATING TO THE SPONSOR

42.1 The Sponsor shall not be under any liability except such liability as may be expressly assumed by it under this Deed nor shall the Sponsor (save as herein otherwise appears) be liable for any act or omission of the Trustee.

42.2 The Sponsor shall be entitled to delegate all or any of its duties powers and discretions under this Deed to another person or corporation approved by the Trustee (provided that such approval shall not be required in the case of any delegation to an Associate of the Sponsor) and notwithstanding such delegation the Sponsor shall remain entitled to receive and retain in full the Sponsor's Fee and other sums payable to the Sponsor under this Deed. The Sponsor shall be solely responsible for the acts and omissions of any such delegate and for the payment of its remuneration.

**PART IX
GENERAL**

43. PROVISION OF INFORMATION AND REPORTS TO EMPLOYERS AND MEMBERS

43.1 The Trustee shall provide Employers and Members with such information, statements and reports as may be required to be provided to Employers and Members pursuant to the Regulation, within such time as may be prescribed by the Regulation.

Note: ss. 54, 56, 56A, 57, 58, 59 General Regulation

43.2 The Trustee may provide Employers and/or Members or a particular class or classes of Employers and/or Members with such additional information, statements and reports as the Trustee shall think fit. Such additional information, statements and reports shall be provided at such time and in such manner and subject to such fee as the Trustee shall determine.

44. ACCOUNTS AND REPORTS

44.1 The Trustee shall as soon as practicable after the date of this Deed (or, if later, its appointment as Trustee), prepare or cause the Auditors to prepare a statement of accounting policies to be followed in preparing accounts relating to the Master Trust and each Constituent Fund. Such statement of accounting policies shall, as a minimum, comply with the requirements of the Regulation and of any relevant regulatory authority having jurisdiction over the Master Trust or any Constituent Fund. Subject as provided above, the Trustee may at any time and from time to time, change such statement of accounting policies in whole or in part.

Note: General Regulation, s. 80

44.2 As at each Accounting Date the Trustee shall cause to be made up and audited accounts relating to the Master Trust and each Constituent Fund. Such accounts shall be made up in accordance with the statement of accounting policies referred in Clause 44.1 and otherwise shall be in such form and containing such information as the Trustee may from time to time determine in respect of the Accounting Period for the Master Trust or relevant Constituent Fund then ending. The accounts relating to each

Accounting Period for the Master Trust or a Constituent Fund with the Auditors' report on such accounts referred to in Clause 44.3 annexed thereto shall be conclusive and binding. The Trustee shall be absolutely protected in relying upon and shall act upon such accounts.

Note: General Regulation, ss. 81, 82, 83, 84, 85, 95

44.3 The accounts referred to in Clause 44.2 shall be audited by the Auditors in accordance with the statement of accounting policies referred to in Clause 44.1 and shall be accompanied by a report of the Auditors stating the matters required by section 102 of the Regulation.

Note: General Regulation, ss. 82, 102

44.4 As soon as practicable after each Accounting Date and in any event within the period required by the Regulation, the Trustee shall prepare or cause to be prepared a scheme report on the Master Trust in respect of the Accounting Period then ending. Such scheme report shall contain the information required by section 86 of the Regulation and such other information as the Trustee shall determine.

Note: s. 86 General Regulation

44.5 As soon as practicable after the end of each Accounting Period and in any event within the period required by the Regulation, the Trustee shall prepare or cause to be prepared an investment report in respect of the Accounting Period then ending. Such investment report shall contain the information required by section 87 of the Regulation and such other information as the Trustee may determine.

Note: s. 87 General Regulation

44.6 As soon as practicable after the scheme report referred to in Clause 44.4 and the investment report referred to in Clause 44.5 have been prepared in respect of an Accounting Period, the Trustee shall prepare and publish or cause to be prepared and published a consolidated report consisting of (a) the accounts of the Master Trust referred to in Clause 44.2, (b) the report of the Auditors referred to in Clause 44.3, (c) the scheme report referred to in Clause 44.4, (d) the investment report referred to in Clause 44.5 and (e) such other information as the Trustee shall determine. The consolidated report shall be open for inspection by any Member during usual business

hours at the offices of the Trustee. On receipt of a request from a Member in the specified form, the Trustee shall provide to that Member a copy of the consolidated report in respect of any Accounting Period during the 7 years (or such other period as may be specified in the Regulation) preceding the date of receipt of the request.

Note: ss. 89, 90 General Regulation

45. REGISTER OF MEMBERS AND MEMBER ACCOUNTS

45.1 The Trustee shall establish and maintain a register of Members of the Master Trust and shall record in the register in respect of each Member:-

45.1.1 the name of the Member;

45.1.2 the residential address of the Member;

45.1.3 the date of birth of the Member;

45.1.4 whether the Member is participating in the Master Trust as a Self-Employed Person or an Eligible Employee of an Employer or a TVC Account Holder or an Other Eligible Person (and, if the Member is participating in the Master Trust as an Other Eligible Person, whether the Member is a Special Voluntary Contribution Account Member);and

45.1.5 where the Member is an Eligible Employee of an Employer, the name and business address of the Employer of the Member.

Note: s. 91 General Regulation

45.2 Any change in the details set out in Clause 45.1 in respect of any Member shall forthwith be notified to the Trustee who, on being satisfied thereof and on compliance with such formalities as it may require, shall alter or cause to be altered the register of Members accordingly.

45.3 The Trustee shall establish and maintain in accordance with the Regulation, such accounts as may be required to maintain proper records of a Member's Accrued Benefits, Contributions and holding of Units. The Trustee may in its discretion create further sub-accounts in respect of any Member or Members.

Note: s. 78 General Regulation

45.4 The Trustee shall establish and maintain an Unclaimed Benefits Account to which all Unclaimed Benefits shall be credited in accordance with this Deed or any relevant Participation Agreement. The Trustee shall maintain records of the persons entitled to amounts credited to the Unclaimed Benefits Account and the interests of such persons in the Units and other property from time to time credited to the Unclaimed Benefits Account.

46. RESTRUCTURING OF THE MASTER TRUST

46.1 Subject to compliance with the MPF Ordinance, the Trustee may with the prior approval of the Sponsor (such approval not to be unreasonably withheld) and the Authority and the Commission (and at the request of the Sponsor shall so far as is practicable) do such things and enter into such arrangements with the trustee or trustees of one or more other Registered Provident Fund Schemes as the Trustee considers necessary or desirable to provide for the restructuring of the Master Trust. In this Clause 46, reference to “restructuring” shall have the same meaning as section 34B of the MPF Ordinance.

46.2 The Trustee shall give not less than one month’s notice (or such other period as the Authority or the Commission may agree or may require) to Employers and Members of restructuring of the Master Trust.

Note: s. 34B MPF Ordinance, para. 1.26 and 1.27 MPF Code

46.3 The Trustee shall give not less than one month’s notice (or such other period as the Authority or the Commission may agree or may require) to Employers and Members of the merger or subdivision of the Master Trust.

Note: para. B1.26 MPF Code

47. TERMINATION AND WINDING UP OF THE MASTER TRUST

Note: ss. 34A, 47B MPF Ordinance, para. B1.25 MPF Code

47.1 The Master Trust may be wound up by the Court in accordance with the MPF Ordinance on application by the Authority to the Court.

47.2 Subject as otherwise provided in Clause 47.3, the Trustee shall give not less than one month's notice (or such other period as the Authority or the Commission may agree or require) to Employers and Members of the termination of the Master Trust.

47.3 Subject to compliance with the MPF Ordinance, the Trustee may with the prior written consent of the Sponsor (such consent not to be unreasonably withheld) apply to the Authority to cancel the registration of the Master Trust pursuant to the MPF Ordinance. Subject to compliance with the MPF Ordinance, the Trustee shall at the request of the Sponsor apply to the Authority to cancel the registration of the Master Trust pursuant to the MPF Ordinance. With effect from the date of such cancellation, the Master Trust shall be terminated.

Note: para. B1.26 MPF Code

48. DEED BINDING ON EMPLOYERS AND MEMBERS

The terms and conditions of this Deed and the relevant Participation Agreement shall be binding on each Employer and each Member and all persons claiming through any of them as if those persons were a party to this Deed and the relevant Participation Agreement and as if this Deed contained covenants on the part of each such person to observe and be bound by all the provisions of this Deed and the relevant Participation Agreement. Except to the extent expressly provided in this Deed or the relevant Participation Agreement, no Employer or Member shall incur or assume any liability or be required to make any payment to the Trustee or the Sponsor.

49. DETERMINATION OF DISPUTES

Subject to the MPF Ordinance, the Trustee shall have full power conclusively to determine whether or not any person is entitled to any benefit from time to time under the Master Trust and the amount of any such benefit and also conclusively to

determine all questions and matters of doubt arising under or in connection with the Master Trust and the assets for the time being belonging to the Master Trust and whether relating to the construction thereof or otherwise. Any such determination whether made upon a question actually raised or implied in the acts or proceedings of the Trustee shall be conclusive and binding on all interested parties.

50. NOTICES

50.1 A notice or other document required to be given for the purposes of the MPF Ordinance or Regulation is taken to have been given if the notice or document is made available or given in such manner as may be prescribed by the Regulation.

Note: s. 206 General Regulation

50.2 Any notice by the Trustee or the Sponsor to the other shall be addressed to the other at their respective address specified in this Deed (or any other address specified by such other party for the purpose) and shall be delivered by hand or sent by telex or facsimile or prepaid post (airmail if overseas) or in such other manner as the parties may agree. Any such notice sent by telex or facsimile shall be deemed to be served at the time of despatch. Any such notice sent by post shall, in the absence of industrial action affecting any relevant part of the postal services, be deemed to have been served on the day following (or in the case of airmail on the seventh day following) that on which the letter containing the same is posted, and in proving such service it shall be sufficient to prove that such letter was properly addressed, stamped and posted. The original of any notice sent by facsimile shall be sent by post.

50.3 Subject as otherwise provided in this Deed or any Participation Agreement, any notice or other document required to be given to an Employer or a Member shall be deemed to have been given if sent by prepaid post (and by prepaid airmail in respect of any overseas address) to or left at the address as appearing in the records of the Trustee, or made available or sent in such other manner as is permitted under the Regulation. Any notice or other document so sent by post shall be deemed to have been given on the day following (or in the case of airmail on the seventh day following) that on which the letter containing the same is posted and in proving such service it shall be sufficient to prove that such letter was properly addressed, stamped and posted.

- 50.4 Subject as otherwise required by the MPF Ordinance or the Regulation, any notice or other document required to be given upon or given to a Member who is an employee of an Employer may be given to that Employer for onward transmission to the relevant Member and in that case shall be deemed to have been given to the relevant Member if given to the Employer of the relevant Member.
- 50.5 Any notice or document sent by post to or left at the address of an Employer or a Member in pursuance of this Deed or any Participation Agreement, or made available or sent in such other manner as is permitted under the Regulation shall notwithstanding that such person be then in liquidation, receivership, dead or bankrupt and whether or not the Trustee or the Sponsor have notice of such liquidation, receivership, death or bankruptcy be deemed to have been given.
- 50.6 All notices and documents sent by post to Employers or Members or in accordance with their instructions shall be sent at the risk of the persons entitled thereto.

51. PROVISION OF INFORMATION TO REGULATORS AND OTHERS

- 51.1 Without prejudice to section 41 of the MPF Ordinance and subject to the MPF Ordinance, if the Trustee, the Sponsor or any Investment Manager, Custodian or Administrator is requested by any regulatory authority, body or any department of any government or administration (which may be located within or outside Hong Kong), or is otherwise required under any agreement to provide such regulatory authority, body or department with any information regarding the Master Trust and/or Employers and/or Members and/or the investments and income of the Master Trust and/or the provisions of this Deed and/or any Participation Agreement and complies with such request or requirement, whether or not it was in fact enforceable, neither the Trustee nor the Sponsor nor any such Investment Manager, Custodian or Administrator shall incur any liability to Employers or Members or any of them or to any other person as a result of such compliance or in connection with such compliance.
- 51.2 Without prejudice to Clause 51.1 the Trustee may disclose information relating to the Master Trust and its participants, including without limitation information relating to Employers, Members, and the investments and income of the Master Trust, subject to

such requirements as set out under the MPF Ordinance and the Regulation and such conditions as may be imposed by the Authority from time to time.

Note: ss. 19, 31, 41, 42AAB MPF Ordinance, Part IX, ss. 135, 136 General Regulation”

52. SEVERABILITY

If any provision in this Deed shall be determined to be void or unenforceable in whole or in part for any reason whatsoever such invalidity or unenforceability shall not affect the remaining provisions or any part thereof contained within this Deed and such void or unenforceable provisions shall be deemed to be severable from any other provision or part thereof herein contained.

53. PROPER LAW

53.1 This Deed is governed by and shall be interpreted in accordance with the laws of Hong Kong.

53.2 The Trustee and the Sponsor submit to the jurisdiction of the Courts of Hong Kong in connection herewith.

Note: s. 21(7)(b) MPF Ordinance

SCHEDULE 1

MEMBERSHIP, CONTRIBUTIONS AND BENEFITS

1. REQUIREMENTS FOR AND TERMS OF MEMBERSHIP

Note: s. 7 MPF Ordinance, s. 31 General Regulation

- 1.1 On being notified that an Eligible Employee of an Employer or a Self-Employed Person or an Other Eligible Person is considering making an application for membership of the Master Trust, the Trustee shall cause to be given to such Eligible Employee or Self-Employed Person or Other Eligible Person the information required to be given to such Eligible Employee or Self-Employed Person or Other Eligible Person pursuant to the Regulation.

Note: s. 31(2), (3) General Regulation

- 1.2 An Eligible Employee of an Employer may apply to become a Member by completing an application in the specified form (which shall include an agreement on the part of the Eligible Employee to comply with this Deed and the relevant Participation Agreement so far as applicable to the Eligible Employee as a Member of the Master Trust) and providing such other information as the Trustee may reasonably require.
- 1.3 A Self-Employed Person or Other Eligible Person may apply to become a Member by executing a Participation Agreement in accordance with Clause 10 of the Deed.

Note: s. 7B MPF Ordinance

- 1.4 The Trustee shall not refuse membership of the Master Trust to any Relevant Employee of an Employer or any Self-Employed Person who is 18 years of age or over (or such other age as may be specified in the Regulation) and below Retirement Age or any Other Eligible Person who complies with the requirements of Paragraph 1.2 or 1.3 respectively.

Note: s. 31(1) General Regulation

- 1.5 An Eligible Employee of an Employer who makes an application in accordance with Paragraph 1.2 shall become a Member on the date specified in the application form or, if no date is specified, the date the Trustee accepts such Eligible Employee's application for membership. A Self-Employed Person or an Other Eligible Person who makes an application in accordance with Clause 10 of the Deed shall become a Member on the date specified in the relevant Participation Agreement or, if no date is specified, the date of execution of the relevant Participation Agreement.

- 1.6 The Trustee shall issue a notice of participation to the Eligible Employee or Self-Employed Person or Other Eligible Person within such period as may be prescribed in the Regulation.

Note: s. 31(4) General Regulation

- 1.7 An Eligible Employee or Self-Employed Person or Other Eligible Person who becomes a Member and any person claiming benefits through such person shall be bound by the terms and provisions of this Deed and of any relevant Participation Agreement as if a party to this Deed and such Participation Agreement.

- 1.8 A Member shall continue as a Member of the Master Trust until such membership is terminated by the Trustee:-

1.8.1 in accordance with this Deed or any relevant Participation Agreement;
and

1.8.2 where so required by the Regulation, with the written agreement of the Member or the Employer of that Member given at such time and in such manner, if any, as may be specified by the Regulation.

Note: s. 31(5) General Regulation

2. MANDATORY CONTRIBUTIONS

2.1 Except to the extent that such payment is not required by the MPF Ordinance, each Employer must pay Employer's Mandatory Contributions to the Trustee in respect of each Member employed by such Employer who has not reached Retirement Age.

2.2 Except to the extent that such deduction and payment is not required by the MPF Ordinance, each Employer must:-

2.2.1 deduct from the relevant income (as defined in the MPF Ordinance) of each Member employed by such Employer and who has not reached Retirement Age an amount equal to the Member's Mandatory Contributions of such Member; and

2.2.2 pay such amount to the Trustee.

2.3 Except to the extent that such payment is not required by the MPF Ordinance, each Self-Employed Member who has not reached Retirement Age must pay Member's Mandatory Contributions to the Trustee.

2.4 Mandatory Contributions shall be calculated in accordance with the MPF Ordinance.

Note: ss. 7A, 7C MPF Ordinance; Part XI General Regulation

2.5 Mandatory Contributions shall be paid to the Trustee at such times and in such manner as may be prescribed by the MPF Ordinance and the Regulation and otherwise as may be agreed between the relevant Employer or Self-Employed Member and the Trustee.

Note: Part XI General Regulation

2A SPECIAL CONTRIBUTIONS

Any Special Contributions shall be dealt with in accordance with the MPF Ordinance and the Regulation. Without prejudice to Clause 51 of the Deed, the Trustee shall be entitled to disclose such information to the Authority or take such actions as may be

required under the MPF Ordinance and the Regulation in relation to Special Contributions, and shall not incur any liability to Employers or Members or any of them or any person as a result of so doing.

2B TVC

2B.1 Payment of TVC to the Master Trust

2B.1.1 A TVC Account Holder may, subject to the appropriate provisions of the MPF Ordinance and the Regulation, contribute to the Master Trust TVC in such manner, at such times and on such terms as the TVC Account Holder may agree with the Trustee from time to time. Such TVC shall immediately vest in the TVC Account Holder and be dealt with in accordance with Paragraph 5.

2B.1.2 TVC shall cease upon the TVC Account Holder's cessation of membership in the Master Trust, and if that date does not coincide with a date on which TVC are paid to the Trustee by the TVC Account Holder, then TVC shall cease on the most recent date on which TVC were paid to the Trustee by the TVC Account Holder.

2B.1.3 Any TVC paid to the Master Trust under this Paragraph 2B shall be paid in Hong Kong Dollars or such other currency and on such terms as the Trustee may, subject to the MPF Ordinance and the Regulation, from time to time determine.

2B.1.4 Notwithstanding any other provisions of this Deed, the Trustee may reject all or part of the TVC otherwise payable by a TVC Account Holder without providing reasons.

2B.1.5 Any refund of any contributions rejected under Paragraph 2B.1.4 shall be made in such manner and at such time (which in any event shall not exceed 45 days of receipt of any such contributions unless for some exceptional regulatory reasons the Trustee is unable to effect a refund within such timeframe) as the Trustee may consider appropriate.

2B.1.6 No interest is payable on any contributions refunded under Paragraph 2B.1.5.

2B.2 Transfer to or from the Master Trust

2B.2.1 The Trustee must allow and accept a sum to be paid to a TVC Account under the Master Trust in respect of a TVC Account Holder who makes an election to transfer his accrued benefits in another Registered Provident Fund Scheme to such TVC Account under the Master Trust in accordance with Part 12 of the Regulation.

2B.2.2 A TVC Account Holder may elect to have all of his TVC Balance transferred to another Registered Provident Fund Scheme in accordance with section 14(2A) of the MPF Ordinance and Part 12 of the Regulation.

2B.3 TVC Account

2B.3.1 The Trustee shall maintain a TVC Account in respect of each TVC Account Holder.

2B.3.2 The TVC Account of a TVC Account Holder shall, in respect of the TVC Account Holder, comprise:

- TVC of the TVC Account Holder, plus
- any accrued benefits transferred to the Master Trust under Paragraph 2B.2.1, less
- any amount transferred from the Master Trust to another Registered Provident Fund Scheme under Paragraph 2B.2.2 and any amounts paid to or in respect of the TVC Account Holder,

and any income or profits arising from any investments of the contributions and accrued benefits mentioned above but taking into account any losses in respect thereof.

2B.4 TVC Account Holder's investment option

2B.4.1 For the avoidance of doubt:

- a TVC Account Holder shall be entitled to give an Investment Mandate and a Switching Instruction in accordance with Clauses 20, 21 and 22 of the Deed; and
- Clauses 20.3, 20.3A and 20.4 of the Deed shall apply to a TVC Account Holder.

2B.5 Payment of TVC Balance

2B.5.1 Paragraph 6 shall apply to a TVC Account Holder's TVC Balance in the same way as as it applies to a Member's Mandatory Credit Balance.

3. MEMBER'S VOLUNTARY CONTRIBUTIONS

Note: ss. 12 (Contributions to vest in scheme member as accrued benefits), 13 (Preservation of accrued benefits derived from contributions), 14 (Portability of accrued benefits) and 15(1) to (3) (Withdrawal of accrued benefits) of the MPF Ordinance do not apply to voluntary contributions - see s. 11(8) of the MPF Ordinance

3.1 Without prejudice to Paragraph 3.2, where a Participation Agreement requires a Member to make Voluntary Contributions then (subject as provided below) the relevant Member must make Voluntary Contributions in accordance with that Participation Agreement.

3.1.1 A Self-Employed Member or a Special Voluntary Contribution Account Member who has agreed in the relevant Participation Agreement to pay Member's Voluntary Contributions may at any time in his or her absolute discretion reduce or suspend payment of such Member's Voluntary Contributions by giving not less than one month's notice (or such shorter period of notice as the Trustee may in its discretion agree to accept) to the Trustee in the specified form to this effect, such notice to take effect from the last day of the calendar month in which such notice expires.

3.1.2 The obligation of a Member who is an Eligible Employee of an Employer to pay Member's Voluntary Contributions pursuant to the relevant Participation Agreement shall cease where the Employer of such Member reduces or suspends the payment of Employer's Voluntary Contributions in respect of the Member in accordance with Paragraph 4.1.

3.2 Unless otherwise prohibited by the MPF Ordinance or the Regulation, a Member may at any time elect to make Member's Voluntary Contributions. An election to make Member's Voluntary Contributions:-

3.2.1 shall be in the specified form;

Note: s. 10 MPF Ordinance

3.2.2 shall contain such information as the Trustee may reasonably require, including the method of calculation and the frequency of payment of such Member's Voluntary Contributions;

3.2.3 shall be given to the Trustee and (if applicable) the Employer of the relevant Member; and

3.2.4 unless otherwise agreed with the Trustee and (if applicable) the Employer of the relevant Member, shall take effect from the date the Trustee receives such election.

Note: ss. 10, 11 MPF Ordinance

3.3 An election made under Paragraph 3.2 may be revoked by the relevant Member by notice to the Trustee and (if applicable) the Employer of the relevant Member in the specified form. Unless otherwise agreed with the Trustee and (if applicable) the Employer of the relevant Member, such revocation shall take effect from the date the Trustee receives such revocation.

3.4 Unless otherwise agreed with the Trustee, Member's Voluntary Contributions shall be paid to the Trustee at the same time and in the same manner as Member's Mandatory Contributions. An Employer must, on the request of a Member employed by the Employer, pay to the Trustee any Member's Voluntary Contributions of that Member.

Note: s. 33(2)(a) General Regulation

3.5 Member's Voluntary Contributions shall at all times be fully vested in the relevant Member.

Note: s. 33(2)(c) General Regulation

4. EMPLOYER'S VOLUNTARY CONTRIBUTIONS

Note: ss. 12 (Contributions to vest in scheme member as accrued benefits), 13 (Preservation of accrued benefits derived from contributions), 14 (Portability of accrued benefits) and 15(1) to (3) (Withdrawal of accrued benefits) of the MPF Ordinance do not apply to voluntary contributions - see s. 11(8) of the MPF Ordinance

4.1 Without prejudice to Paragraph 4.2, where a Participation Agreement requires an Employer to make Employer's Voluntary Contributions then (subject as provided below) the relevant Employer must make Employer's Voluntary Contributions in accordance with that Participation Agreement.

4.1.1 An Employer who has agreed in the relevant Participation Agreement to pay Employer's Voluntary Contributions may at any time in its absolute discretion reduce or suspend payment of such Employer's Voluntary Contributions by giving not less than three (3) months' notice (or such shorter period of notice as the Trustee may agree) to the Trustee in the specified form and to each relevant Member employed by such Employer to this effect. The reduction or suspension of payment of Employer's Voluntary Contributions may be in respect of a class or classes of Members employed by the Employer only or in respect of all Members employed by the Employer.

4.1.2 A notice given pursuant to Paragraph 4.1.1 shall take effect from the last day of the calendar month in which such notice expires. Upon such notice taking effect the liability of such Employer shall be reduced or suspended to the extent specified in the notice except in respect of any amounts due on or before the date upon which the notice takes effect.

4.2 An Employer may at any time elect to make Employer's Voluntary Contributions in respect of all or some only of the Members employed by such Employer. An election to make Employer's Voluntary Contributions:-

4.2.1 shall be in the specified form;

Note: s. 10 MPF Ordinance

4.2.2 shall contain such information as the Trustee may reasonably require, including the method of calculation and the frequency of payment of such Employer's Voluntary Contributions and the Members in respect of whom such Employer's Voluntary Contributions will be made;

4.2.3 shall be given to the Trustee; and

4.2.4 unless otherwise agreed with the Trustee, shall take effect from the date the Trustee receives such election.

Note: ss. 10, 11 MPF Ordinance

4.3 An election made under Paragraph 4.2 may be revoked by the relevant Employer by notice to the Trustee in the specified form and to each relevant Member employed by such Employer. Unless otherwise agreed with the Trustee, such revocation shall take effect from the date the Trustee receives such revocation.

4.4 Unless otherwise agreed with the Trustee, Employer's Voluntary Contributions shall be paid to the Trustee at the same time and in the same manner as Employer's Mandatory Contributions.

4.5 Subject as otherwise provided in this Deed or the relevant Participation Agreement:-

4.5.1 Employer's Voluntary Contributions shall be fully vested in the relevant Member:-

4.5.1.1 on retirement of the relevant Member on or after the Member's 60th birthday;

4.5.1.2 on the Total Incapacity of the relevant Member; and

4.5.1.3 on the death of the relevant Member;

4.5.2 Except as otherwise provided in Paragraphs 4.5.1 and 4.5.3, Employer's Voluntary Contributions shall vest in the relevant Member by reference to the period of Service (as defined below) of the relevant Member in accordance with the following table:-

<u>Years of Service</u>	<u>Vested Percentage of Employer's Voluntary Contribution Balance</u>
less than 3	Nil
3 or more but less than 4	30%
4 or more but less than 5	40%
5 or more but less than 6	50%
6 or more but less than 7	60%
7 or more but less than 8	70%
8 or more but less than 9	80%
9 or more but less than 10	90%
10 or more	100%

For this purpose, "**Service**" means the total period of continuous employment of the relevant Member with the relevant Employer and includes any period of employment of the relevant Member with any other employer nominated by the relevant Employer for this purpose by notice in the specified form to the Trustee.

Note: s. 33(2)(b) General Regulation

4.5.3 If the relevant Member is dismissed from employment upon any of the following grounds:-

- 4.5.3.1 wilfully disobeying a lawful and reasonable order;
- 4.5.3.2 misconduct, such conduct being inconsistent with the due and faithful discharge of the Member's duties;
- 4.5.3.3 being guilty of fraud or dishonesty;
- 4.5.3.4 being habitually neglectful in the Member's duties; or
- 4.5.3.5 upon any other ground on which the Employer would be entitled to terminate the Member's contract of employment without notice at common law,

and the Trustee is satisfied that the dismissal was made upon any of the foregoing grounds then Employer's Voluntary Contributions shall be forfeited and shall not vest in the relevant Member.

Note: Clause 4.5.3 above only applies to (i) persons who became Members after 13 November 2001 and (ii) persons who were Members at 13 November 2001 whose Employer Voluntary Contribution Balance at that date was nil.

5. RECEIPT AND APPLICATION OF CONTRIBUTIONS

- 5.1 The Trustee shall accept all Contributions paid to or to the account of the Trustee for the purposes of the Master Trust and shall hold and deal with such Contributions in accordance with this Deed and any relevant Participation Agreement.

Note: s. 32(1) General Regulation

- 5.2 On receipt of Contributions, the Trustee shall credit the relevant accounts as required by the Regulation.

Note: s. 138 General Regulation

- 5.3 The Trustee shall invest Contributions received for the account of a Member in Units in accordance with this Deed and the Investment Mandate of that Member from time to time in effect on a Valuation Date for the relevant Constituent Fund or Constituent

Funds within 20 Business Days (or such shorter period as the Trustee may determine) of receipt of such Contributions in cleared funds together with all relevant documentation from the Member and the Member's employer or, if later, the Valuation Date for the relevant Constituent Fund or Constituent Funds next following the date or receipt of such Contributions in cleared funds together with all relevant documentation from the Member and the Member's employer. Pending such investment all moneys received for the account of a Member may be held by the Trustee in cash or, subject to section 66A of the Regulation, on Deposit with any Authorized Financial Institution or Eligible Overseas Bank (including the Trustee or the Sponsor or any Associate of the Trustee or the Sponsor).

5.3A Each Member may, subject to such terms, conditions, limitations and restrictions as the Trustee, to the extent not inconsistent with the MPF Ordinance or the Regulation, may from time to time determine, elect to invest Contributions pursuant to Paragraph 5.3 in either of the following combinations:

- (i) invest in the BEA (MPF) Age 65 Plus Fund and/or the BEA (MPF) Core Accumulation Fund according to the Default Investment Strategy, as supplemented in the Offering Document; or
- (ii) invest in any Constituent Fund, including without limitation the BEA (MPF) Age 65 Plus Fund and the BEA (MPF) Core Accumulation Fund, in such proportion (but subject to such restrictions and limitations, to the extent not prohibited by the MPF Ordinance and Regulation, as the Trustee may from time to time determine) as the Member may determine, provided that investments in the BEA (MPF) Age 65 Plus Fund and the BEA (MPF) Core Accumulation Fund shall not be subject to the Default Investment Strategy,

provided that the Trustee may at its sole and absolute discretion, subject to such terms, conditions, limitations and restrictions as the Trustee, to the extent not inconsistent with the MPF Ordinance or the Regulation, may from time to time determine, allow for investment arrangements which may without limitation include allowing Members to invest Contributions through a combination of (i) and (ii) above.

6. ENTITLEMENT TO BENEFITS

6.1 Subject to Paragraph 10, where:-

6.1.1 a Member becomes entitled to benefits pursuant to this Deed in respect of Mandatory Contributions, the Trustee shall realise the Units standing to the credit of the Mandatory Credit Balance of the relevant Member on (a) a Valuation Date within 20 Business Days (or such shorter period as the Trustee may determine) of the later of (i) the date the Member becomes entitled to such benefits, and (ii) the date the Trustee receives satisfactory notice and supporting documentation of such entitlement or (b) if later, the Valuation Date for the relevant Constituent Fund or Constituent Funds next following the date the Trustee receives satisfactory notice and supporting documentation of such entitlement;

6.1.2 a Member becomes entitled to benefits pursuant to this Deed in respect of Voluntary Contributions, the Trustee shall realise the Units standing to the credit of the Employer's Voluntary Contribution Balance (if any), the Member's Voluntary Contribution Balance (if any) and the Voluntary Transfer Balance (if any) of the relevant Member on (a) a Valuation Date within 20 Business Days (or such shorter period as the Trustee may determine) of the later of (i) the date the Member becomes entitled to such benefits, and (ii) the date the Trustee receives satisfactory notice and supporting documentation of such entitlement or (b) , if later, the Valuation Date for the relevant Constituent Fund or Constituent Funds next following the date the Trustee receives satisfactory notice and supporting documentation of such entitlement.

Note: para. B1.13 MPF Code

6.2 A Member who has attained the Member's Retirement Age, or who has not attained Retirement Age but has attained the age specified in Schedule 7 to the MPF Ordinance and satisfied the requirements in section 15(2) of the MPF Ordinance, shall be entitled, on giving a request to the Trustee in the specified form and complying with such other requirements as may be imposed by the MPF Ordinance and the Regulation, to receive:-

6.2.1 the Mandatory Credit Balance of the relevant Member; and

6.2.2 unless the Participation Agreement applicable to the Member provides otherwise, the Voluntary Credit Balance of the relevant Member,

in the manner as set out in Paragraph 6.2A. For the avoidance of doubt, in the event that a Member continues employment with an Employer after attaining Retirement Age, unless the Participation Agreement applicable to the Member provides otherwise, the Member shall not be entitled to receive the amount under Paragraph 6.2.2 until the Member ceases employment with that Employer.

Note: ss. 15(1), 15(2) MPF Ordinance, ss. 35A, 35B, 159 General Regulation

6.2A Any payment by the Trustee of a Member's entitlement under Paragraph 6.2 shall be made in a manner as provided in the explanatory memorandum of the Master Trust and/or the relevant claim form (including by way of a lump sum or by instalments), subject to such terms and conditions (to the extent not prohibited by the MPF Ordinance and the Regulation) as may be determined by the Trustee in consultation with the Sponsor and disclosed to Members.

6.3 A Member whose entitlement is exercised in the circumstances specified in section 162(1) of the Regulation shall be entitled, on giving a request to the Trustee in the specified form and complying with such other requirements as may be imposed by the Regulation, to receive a lump sum equal to:-

6.3.1 the Mandatory Credit Balance of the relevant Member; and

6.3.2 unless the Participation Agreement applicable to the Member provides otherwise, the Voluntary Credit Balance of the relevant Member.

For the avoidance of doubt, in the event that a Member continues employment with an Employer after such Member's entitlement is exercised in the circumstances specified in section 162(1) of the Regulation, unless the Participation Agreement applicable to the Member provides otherwise, the Member shall not be entitled to receive the amount under Paragraph 6.3.2 until the Member ceases employment with that Employer.

Note: ss. 15(2), (3) MPF Ordinance, ss. 160, 162-165 General Regulation

6.4 If a Member dies the Trustee shall, on receipt of a request from a personal representative of the Member in the specified form and on the personal representative complying with such other requirements as may be imposed by the Regulation, pay a lump sum equal to:-

6.4.1 the Mandatory Credit Balance of the relevant Member; and

6.4.2 unless the Participation Agreement applicable to the Member provides otherwise, the Voluntary Credit Balance of the relevant Member,-

to the persons entitled under the MPF Ordinance to receive such amount.

Note: s. 15(4) MPF Ordinance, s. 161 General Regulation

7. ENTITLEMENT TO VOLUNTARY CONTRIBUTIONS

7.1 Without prejudice to Paragraphs 6.2 and 6.2A, and subject as otherwise provided in the relevant Participation Agreement, a Member (other than a Self-Employed Member or an Other Eligible Person) who ceases employment with an Employer shall be entitled on request to the Trustee in the specified form to payment of the Voluntary Credit Balance of such Member in a lump sum or by instalment, subject to such terms and conditions (to the extent not prohibited by the MPF Ordinance and the Regulation) as may be determined by the Trustee in consultation with the Sponsor.

Note: s. 33(3) General Regulation

7.2 Without prejudice to Paragraphs 6.2 and 6.2A, subject as otherwise provided in the relevant Participation Agreement and subject to such terms and conditions (to the extent not prohibited by the MPF Ordinance and the Regulation) as may be determined by the Trustee in consultation with the Sponsor, a Self-Employed Member and a Member who is an Other Eligible Person shall at any time be entitled on request to the Trustee in the specified form to payment of (a) the Member's Voluntary Contribution Balance and (b) the Voluntary Transfer Balance of such Member, in a lump sum or by instalment.

7.3 Where in respect of a Member:-

7.3.1 the relevant Participation Agreement requires the Employer of that Member to make Employer's Voluntary Contributions; and

7.3.2 the Employer has failed to make such Employer's Voluntary Contributions within 6 months (or such other period as may be prescribed by the Regulation) after the end of the period determined in accordance with section 33(3) of the Regulation,-

the Member shall be entitled on giving notice to the Trustee in the specified form to receive a lump sum equal to the Voluntary Credit Balance of that Member.

Note: s. 33(3) General Regulation

7.3A Subject as otherwise provided in the relevant Participation Agreement and subject to such restrictions as may be determined by the Trustee (including without limitation the number and frequency of requests during any one Accounting Period, any minimum withdrawal amount and any minimum remaining balance), a Member (other than a Self-Employed Member or an Other Eligible Person) who has made Member's Voluntary Contributions pursuant to Paragraph 3.2 ("**Additional Voluntary Contributions**") shall be entitled on request to the Trustee in the specified form to payment of a lump sum equal to all or part of the amount of the Member's Voluntary Contribution Balance attributable to such Additional Voluntary Contributions.

7.4 A Participation Agreement may specify other situations in which a Member shall be entitled to receive all or part of the Employer's Voluntary Contribution Balance, Member's Voluntary Contribution Balance and/or Voluntary Transfer Balance of such Member.

7.5 On the termination of employment of a Member with an Employer, the Trustee shall refund to the Employer any amount of the Employer's Voluntary Contribution Balance of such Member which is not otherwise paid or transferred in accordance with this Deed or any relevant Participation Agreement.

8. SEVERANCE PAYMENTS AND LONG SERVICE PAYMENTS

8.1 An Employer may make an application to the Trustee in the specified form for payment to the Employer of any amount which the Employer has paid to or in respect

of a Member employed by such Employer as a severance payment or a long service payment in accordance with the Employment Ordinance (Cap. 57) of the Laws of Hong Kong (such amount referred to in this sub-paragraph as the “**Relevant Amount**”). Subject to the MPF Ordinance, on receipt of such application the Trustee shall pay the Relevant Amount to the Employer:-

8.1.1 out of the vested portion of the Employer’s Voluntary Contribution Balance (if any) of the relevant Member; and

8.1.2 if after payment under Paragraph 8.1.1 any part of the Relevant Amount remains outstanding, out of the Employer’s Mandatory Contribution Balance of the relevant Member.

8.2 A Member or an Employer in respect of a Member may make an application to the Trustee in the specified form for payment to the Member of any amount which the Employer is required to pay to or in respect of such Member as a severance payment or a long service payment in accordance with the Employment Ordinance (Cap. 57) of the Laws of Hong Kong and which, at the time of the application, has not been paid to or in respect of such Member (such amount referred to in this sub-paragraph as the “**Relevant Amount**”). Subject to the MPF Ordinance, on receipt of such application the Trustee shall pay the Relevant Amount to the relevant Member:-

8.2.1 out of the vested portion of the Employer’s Voluntary Contribution Balance (if any) of the relevant Member; and

8.2.2 if after payment under Paragraph 8.2.1 any part of the Relevant Amount remains outstanding, out of the Employer’s Mandatory Contribution Balance of the relevant Member.

8.3 No payment shall be made out of the Master Trust pursuant to this Paragraph in respect of the excess (if any) of the Relevant Amount over the aggregate of the Employer’s Mandatory Contribution Balance and the vested portion of the Employer’s Voluntary Contribution Balance of the relevant Member.

9. DEDUCTIONS FROM BENEFITS AND RESTRICTIONS ON ALIENATION

Note: This paragraph is applicable to voluntary contributions only

- 9.1 In this Paragraph, references to “**Relevant Benefits**” means in respect of a Member so much of the benefits payable to the Member pursuant to this Deed or any relevant Participation Agreement as relate to the Voluntary Credit Balance of such Member.
- 9.2 Where Relevant Benefits become payable to a Member pursuant to this Deed or the relevant Participation Agreement, the Trustee shall on the written direction of the Employer of such Member deduct from the Relevant Benefits of such Member the amount of any debts which the Member owes to the Employer but only to the extent that the Member has acknowledged such debts in writing. The Trustee shall pay such amount to the Employer for its own benefit.
- 9.3 An Employer shall have a lien over the Relevant Benefits payable to a Member employed by that Employer for any losses of the Employer arising directly from any dishonest acts committed by such Member. The Trustee shall on the direction of the Employer and on receipt of evidence of the Employer’s losses deduct from the Relevant Benefits payable to the Member the amount of such losses. The Trustee shall pay such amount to the Employer for its own benefit.
- 9.4 If there is any dispute as to the amount of any debt or loss or the right of the Employer to direct the Trustee to deduct such amount, the Trustee shall hold the amount notified to the Trustee by the Employer separate from the Master Trust pending resolution of the dispute. The Trustee may hold such amount in cash or on Deposit with any Authorized Financial Institution or Eligible Overseas Bank (including the Trustee or the Sponsor or any Associate of the Trustee or the Sponsor). On resolution of the dispute the Trustee shall pay such amount to the Employer or the Member, as the case may be.
- 9.5 If any person who is prospectively or contingently entitled to Relevant Benefits under the Master Trust (a “**Protected Person**”):
- 9.5.1 assigns or charges such Relevant Benefits or attempts or purports to do so; or
 - 9.5.2 is adjudicated bankrupt or becomes so financially embarrassed that, in the opinion of the Trustee, such Relevant Benefits would be attached for the benefit of the Protected Person’s creditors, -

then:-

9.5.3 the Protected Person will forfeit all rights to such Relevant Benefits; and

9.5.4 the Trustee may hold such Relevant Benefits with the power to pay or apply all or part of them to or for the benefit of such one or more of the close relatives (as defined in the MPF Ordinance) of the Protected Person as the Trustee may in its absolute discretion determine.

The Trustee must not exercise the power in Paragraph 9.5.4 in any way which would result in a payment to any purported assignee or chargee. Any Relevant Benefits not dealt with in accordance with Paragraph 9.5.4 shall be treated as unclaimed benefits and shall be dealt with in accordance with Paragraph 10.

10. UNCLAIMED BENEFITS

Note: ss. 170, 171, 172, 174 General Regulation

10.1 Where any amounts due to a Member are to be treated as Unclaimed Benefits the Trustee shall:-

10.1.1 transfer such amounts in the books of the Master Trust to the Unclaimed Benefits Account and record the interest of the relevant Member in the Unclaimed Benefits Account; and

10.1.2 continue to hold such amounts for such period as may be prescribed by the Regulation and shall:-

10.1.2.1 where such amounts are invested in one or more Constituent Funds immediately prior to being treated as Unclaimed Benefits, continue to invest such amounts in such Constituent Fund or Constituent Funds;

10.1.2.2 where such amounts are not invested in one or more of the Constituent Funds immediately prior to being treated as Unclaimed Benefits, invest such amounts in the Default Fund on a Valuation Date for the Default Fund within 20 Business

Days (or such shorter period as the Trustee may determine) of the date on which such amounts are to be treated as Unclaimed Benefits or, if later, the Valuation Date for the Default Fund next following the date on which such amounts are to be treated as Unclaimed Benefits.

- 10.2 Where the Trustee receives a request in the specified form from a Member having an interest in the Unclaimed Benefits Account (or, on the death of a Member, where the Trustee receives a request in the specified form from a personal representative of the Member and on the personal representative complying with such other requirements as may be imposed by the Regulation), the Trustee shall:-
- 10.2.1 realise the Units standing to the credit of the Unclaimed Benefits Account which are attributable to the relevant Member on a Valuation Date for the relevant Constituent Fund or Constituent Funds within 20 Business Days (or such shorter period as the Trustee may determine) of the date the Trustee receives such request or, if later, the Valuation Date for the Default Fund next following the date the Trustee receives such request; and
- 10.2.2 pay the proceeds of realisation to the relevant Member or personal representative, as the case may be.