

## Notice to the Participating Employers, Employee Members, Self-employed Members and Deferred Members of HSBC Mandatory Provident Fund – SimpleChoice (collectively, “Scheme Participants”, “you” or “yours”)

March 2016

**Important: This notice is important and requires your immediate attention. If you are in any doubt about the content of this notice, you should seek independent professional advice.**

**Restructuring of the HSBC Mandatory Provident Fund – SimpleChoice (the “HSBC SC”), and the HSBC Mandatory Provident Fund – ValueChoice (the “HSBC VC”) (each, a “Scheme” and collectively, the “Schemes”)**

- This notice is in relation to the restructuring of the Schemes whereby the HSBC SC is to be merged with the HSBC VC (the “Merger”) with effect from 1 July 2016 (the “Effective Date”), subject to relevant regulatory approval.
- With effect from the Effective Date, Transferring Participants (as defined on page 1 of this notice) will become participants of the HSBC VC, and their accrued benefits under the HSBC SC will be transferred to the HSBC VC as a result of the Merger. No action needs to be taken by the Transferring Participants in the course of the Merger.
- The Merger will enable the Transferring Participants under the HSBC SC who invest in the constituent funds under the HSBC SC to enjoy the economies of scale that will allow fixed costs to spread over a larger asset base, with an aim that the fund expense ratio could be lower in the long run. Similarly, scheme participants who invest in the corresponding constituent funds under the HSBC VC will enjoy the economies of scale as a result of the larger asset base. In addition, following the Merger, Transferring Participants who are under the HSBC SC will be offered a wider variety of choices of constituent funds to meet their risk profile.
- The fees level and fees and charges structure of the HSBC VC are the same as that under the HSBC SC, and will remain unaffected by the Merger.
- The costs of the Merger will be borne by HPFT and HSBC Life (as defined on page 1 of this notice), as agreed between themselves. No costs of the Merger will be borne by the Scheme Participants.
- The Merger will be in the interests of the Scheme Participants of the HSBC SC and there will be no adverse impact on the accrued benefits. Also, after the Merger, the Transferring Participants will be able to continue to enjoy the services they currently enjoy under the HSBC SC.
- Seminars will be held to brief the Scheme Participants on the Merger. Further details of the seminars will be available on HSBC MPF website [www.hsbc.com.hk/mpf](http://www.hsbc.com.hk/mpf) from May 2016.
- If you have any questions or concerns about the Merger, please contact the HSBC MPF Member Hotline 3128 0128 or HSBC MPF Employer Hotline 2583 8033.

We, HSBC Provident Fund Trustee (Hong Kong) Limited (“HPFT”, “we” or “us”), are the trustee of the Schemes. The information accompanying this notice contains details of the restructuring of the Schemes, that is the Merger, pursuant to clause 21A of the trust deed of HSBC SC. The Merger is scheduled to take effect on the Effective Date, subject to relevant regulatory approval. Terms not defined in this notice have the same meaning as in the Principal Brochure of the Schemes.

As your accrued benefits under the HSBC SC will be transferred to the HSBC VC as a result of the Merger, you must read this notice carefully. **Any valid request to transfer out of the HSBC SC by a Scheme Participant who does not wish to be transferred to the HSBC VC under the Merger must be submitted through the transferee trustee and reach HSBC Life (International) Limited (“HSBC Life”), the Administrator of the HSBC SC by 13 June 2016.** Any such transfer-out, as with the usual transfer-out, will not be subject to any withdrawal conditions, limitation, charge or penalty.

For the purpose of this notice, unless this notice otherwise specifies, a Scheme Participant immediately before the Merger and whose benefits and membership will be automatically transferred to the HSBC VC is referred to as “Transferring Participants”.

## 1. Key operators and financial year

HSBC SC and HSBC VC have the same key operators, that is HPFT being the Trustee and Custodian and HSBC Life being the Sponsor and Administrator.

Both Schemes have the same financial year end, that is 30 June.

## 2. Constituent fund(s) ("CF(s)")

### 2.1 Reasons for merging the CFs

**It is proposed that each CF available under the HSBC SC will be merged into the relevant corresponding CF available under the HSBC VC with the same name and same investment objectives and policies. HPFT believes that the Merger will enable the Scheme Participants who invest in the CFs under the HSBC SC to enjoy the economies of scale that will allow fixed costs to spread over a larger asset base.**

Similarly, scheme participants who invest in the corresponding CFs under the HSBC VC will enjoy the economies of scale as a result of the larger asset base. Therefore, HPFT expects that there will be no prejudice to the interests of the scheme participants of the Schemes as a result of the Merger. In addition, following the Merger, Scheme Participants who are under the HSBC SC will be offered a wider variety of choices of CFs to meet the risk profile of the Scheme Participants. Details of the CFs under the respective HSBC SC and HSBC VC are set out below.

### 2.2 CFs available under the HSBC SC and under the HSBC VC

The HSBC SC consists of the following three CFs:

- (i) MPF Conservative Fund
  - (ii) Global Bond Fund
  - (iii) Global Equity Fund
- (collectively, the "**HSBC SC CFs**" and each, a "**HSBC SC CF**").

The HSBC VC consists of the following nine CFs:

- (i) MPF Conservative Fund
  - (ii) Global Bond Fund
  - (iii) ValueChoice Stable Growth Fund
  - (iv) ValueChoice Balanced Fund
  - (v) ValueChoice US Equity Fund
  - (vi) ValueChoice European Equity Fund
  - (vii) ValueChoice Asia Pacific Equity Fund
  - (viii) Hang Seng Index Tracking Fund
  - (ix) Hang Seng H-Share Index Tracking Fund
- (collectively, "**HSBC VC CFs**" and each, a "**HSBC VC CF**").

In addition, a new CF, Global Equity Fund ("**VC GEF**"), which is a global equity fund, has been established under the HSBC VC and will be launched on the Effective Date. Please refer to section 2.3(b) below for details on the VC GEF.

### 2.3 Structure under each of the HSBC SC and the HSBC VC and set up of a new CF under HSBC VC

- (a) The two corresponding CFs which are involved in the Merger under the HSBC VC (having the same names with the same investment objectives and policies as those of the relevant HSBC SC CFs, the "**Relevant HSBC SC CFs**") are:

- (i) MPF Conservative Fund
  - (ii) Global Bond Fund
- (collectively, the "**corresponding HSBC VC CFs**" and, each, a "**corresponding HSBC VC CF**").

Each of the Relevant HSBC SC CFs and the corresponding HSBC VC CFs is a feeder fund investing solely in an underlying approved pooled investment fund ("**APIF**"). Each underlying APIF is established in the form of a unit trust.

The investment objective and policy, and underlying APIF, of each of the Relevant HSBC SC CFs is identical to that of the relevant corresponding HSBC VC CF.

In addition, the fees and charges structure for the Relevant HSBC SC CFs is the same as the corresponding HSBC VC CFs.

- (b) In addition, currently HSBC VC does not have a CF that has the same investment objective and policy and fees and charges structure as the Global Equity Fund under the HSBC SC ("**SC GEF**"). In order to ensure that the Transferring Participants investing in SC GEF immediately before the Merger will be able to have their accrued benefits under SC GEF continue to be invested in a CF with identical investment objective and policy and fees and charges structure, VC GEF (having the same name as SC GEF) has been established under the HSBC VC. VC GEF will be launched on the Effective Date and will have investment objective and policy and fees and charges structure same as those for SC GEF. The issue price of VC GEF on the Effective Date will be the same as the unit price of SC GEF immediately before the Merger.

## 2.4 Merger of the CFs

In order to achieve the merger of each HSBC SC CF into the relevant corresponding HSBC VC CF, it is proposed that:

- (a) Given the investment objective and structure of each HSBC SC CF are the same as the relevant corresponding HSBC VC CF or VC GEF, each HSBC SC CF will be merged into the relevant corresponding HSBC VC CF or VC GEF. The table below shows how each HSBC SC CF will be matched up with the relevant corresponding HSBC VC CF or VC GEF:

<b>Name of CF</b>	<b>Available under HSBC SC</b>	<b>Available under HSBC VC</b>
MPF Conservative Fund	✓	✓
Global Bond Fund	✓	✓
Global Equity Fund	✓	✓*
ValueChoice Stable Growth Fund		✓
ValueChoice Balanced Fund		✓
ValueChoice US Equity Fund		✓
ValueChoice European Equity Fund		✓
ValueChoice Asia Pacific Equity Fund		✓
Hang Seng Index Tracking Fund		✓
Hang Seng H-Share Index Tracking Fund		✓

\* Global Equity Fund is the new CF to be launched on the Effective Date under the HSBC VC. Please refer to section 2.3(b) above for details.

- (b) To effect the Merger, in respect of each HSBC SC CF:
- (i) units of the HSBC SC CF will be redeemed in kind,
  - (ii) the redemption proceeds (in the form of units of the relevant underlying APIF) of the HSBC SC CF will be transferred from HPFT as the trustee of the HSBC SC ("**HSBC SC Trustee**") to HPFT as the trustee of the HSBC VC ("**HSBC VC Trustee**"); and
  - (iii) the redemption proceeds in (ii) will be used to subscribe for units of the relevant corresponding HSBC VC CF or VC GEF. Further details are set out in (c) below.
- (c) In order to minimise any potential market risks and the fluctuation in the price of the investments, all redemptions of units of each HSBC SC CF under the HSBC SC, transfers of the redemption proceeds of each HSBC SC CF from the HSBC SC to the HSBC VC, and subscriptions for units of the relevant corresponding HSBC VC CF and VC GEF under the HSBC VC will be carried out on the Effective Date based on the applicable redemption and subscription prices as of the valuation day immediately before the Effective Date, that is the last dealing day of the HSBC SC.
- (d) Because the unit price of a HSBC SC CF is the same as the corresponding HSBC VC CF or VC GEF (as its launch on the Effective Date), **the total number of units and the value of those units in each corresponding HSBC VC CF and VC GEF held by a Transferring Participant immediately after the Merger would be the same as the total number of units and the value of those units in the HSBC**

**SC CF held by the Transferring Participant immediately before the Merger.** The tables below illustrate how the same number of units and unit value is to be transferred from a HSBC SC CF to a corresponding HSBC VC CF:

Before the Merger — HSBC SC Fund Code	Unit Price immediately before the Merger*	Account Balance — Employer Mandatory Contributions		Account Balance — Member Mandatory Contributions	
		No. of units	HKD	No. of units	HKD
CPF	12.10	200	2,420.00	200	2,420.00
GBF	10.00	968	9,680.00	968	9,680.00
		Total:	12,100.00	Total:	12,100.00

After the Merger — HSBC VC Fund Code	Unit Price immediately after the Merger*	Account Balance — Employer Mandatory Contributions		Account Balance — Member Mandatory Contributions	
		No. of units	HKD	No. of units	HKD
CPF	12.10	200	2,420.00	200	2,420.00
GBF	10.00	968	9,680.00	968	9,680.00
		Total:	12,100.00	Total:	12,100.00

\* The Unit Price will be calculated using the fund price as at 30 June 2016.

Note:

The above is hypothetical illustration and for reference only.

CPF refers to MPF Conservative Fund and GBF refers to Global Bond Fund.

- (e) No bid and offer spreads or other transaction costs will be levied in respect of the redemptions and subscriptions of units of the constituent funds of the Schemes or underlying AIFs to effect the Merger.
- (f) **As the overall fees and charges payable by the Transferring Participants under the HSBC VC immediately after the Merger will be the same as the overall fees and charges payable by them under the HSBC SC immediately before the Merger,** the Merger will not in itself have any adverse financial impact on the interests of the Transferring Participants.
- (g) The costs of the Merger will be borne by HPFT and HSBC Life, as agreed between themselves. No costs of the Merger will be borne by the Scheme Participants.

## 2.5 Suspension

- (a) Fund dealings will not be suspended.
- (b) Suspension of services

To facilitate smooth transition and system migration for the purpose of the Merger, **the webpage “MPF/ORSO” on Personal Internet Banking and interactive voice response system (the “IVRS”) will be suspended after 4 pm, 29 June 2016 to 3 July 2016 (both days inclusive).** A message regarding the suspension of services will be posted at HSBC MPF website and recorded in the IVRS. During the above suspension period, no dealing instruction and enquiry (excluding enquiry of ‘Projection on MPF Benefits’ on Personal Internet Banking) can be made via Personal Internet Banking or IVRS.

For the avoidance of doubt, other than the suspension period specified above, dealing instructions through Personal Internet Banking or IVRS will be processed in the normal business manner, subject to the terms already set out on the relevant webpage or IVRS. In particular, **dealing instructions through Personal Internet Banking or IVRS received before the suspension period will be completed before the Effective Date, subject to the terms already set out on the relevant webpage or IVRS (as applicable).**

Kindly note however that **Business Internet Banking and its webpage will not be suspended.**

(c) Cut-off dates for dealing instructions

Scheme Participants may submit valid dealing instructions to the Administrator by the following respective cut-off dates in order to have their instructions processed under the HSBC SC before the Effective Date:

<b>Instruction</b>	<b>Received on or before</b>
Contribution	Via Business Internet Banking: <b>11.59 pm, 22 June 2016</b>
	Via paper form: <b>17 June 2016</b>
Rebalance of existing portfolio <sup>1</sup>	Via Personal Internet Banking or IVRS: <b>4 pm, 29 June 2016</b>
	Via paper form: <b>23 June 2016</b>
Asset switch of existing balance of the reserve account <sup>2</sup> /reserve redirection <sup>3</sup> (for employers only)*	Via paper form: <b>23 June 2016</b>
Redemption* (excluding transfer-out)	Via paper form: <b>13 June 2016</b>
Transfer-out*	Any valid request to transfer out of the HSBC SC must reach the Administrator by <b>13 June 2016</b> <sup>#</sup>

\* These instructions cannot be processed via Business Internet Banking, Personal Internet Banking or IVRS.

<sup>#</sup> Any request to transfer-out must be accompanied by a transfer form completed by all relevant parties, including the transferee trustee.

The respective dates in the table above were determined by reference to the time required for the relevant transactions to be processed in the normal business manner, and the Effective Date of the Merger.

Valid dealing instructions given by the Scheme Participants after the respective dates in the table above will also be processed in the normal business manner. However, note that dealing instructions cannot be given via Personal Internet Banking or IVRS during the period after 4 pm, 29 June 2016 to 3 July 2016 (both days inclusive) as described in (b) of this section above.

If any instructions (including any transfer-in instructions) cannot be effected under the HSBC SC before the Effective Date, they will be carried out under the HSBC VC as soon as practicable after the Effective Date as if the instructions were given under the HSBC VC. In particular, any valid request to transfer out of the HSBC SC by a Scheme Participant who does not wish to be transferred to the HSBC VC under the Merger must be submitted through the transferee trustee and reach the Administrator by 13 June 2016.

All other instructions, such as updating members' records and particulars, will continue to be handled and processed in the normal business manner.

Where the Scheme Participant also participates in the HSBC VC, his/her dealing instructions with respect to the HSBC VC CF will not be subject to the cut-off date under the table above.

### 3. Transfer of membership

#### 3.1 Generally

**With effect from the Effective Date, Transferring Participants will become participants of the HSBC VC.** HSBC VC Trustee will maintain accounts in respect of each Transferring Participant under the HSBC VC.

#### 3.2 Participation agreements and other instructions under the HSBC SC

- (a) On and with effect from the Effective Date, all participation agreements, application forms, enrolment forms, investment mandates and any other agreements or instructions including direct debit instructions and any outstanding instructions (including any amendments thereto) validly executed or given to the HSBC SC Trustee by the Transferring Participants, subject to the governing rules of the HSBC VC and to the extent that they are not inconsistent with the terms of the Merger, will become as applicable to the participation of such Transferring Participants in the HSBC VC and will take effect as if the same had been executed or given to the HSBC VC Trustee under the HSBC VC.

1 Change the investment allocation of existing investments, new contributions and transfer-in MPF Benefits and AVC Benefits (AVC Benefits means benefits derived from voluntary contributions and/or Flexi-Contributions, if applicable) or both the existing reserve account balance and any future unvested benefits.

2 Change the investment allocation of existing investments in reserve account only.

3 Change the investment allocation of any future unvested benefits.

- (b) On and with effect from the Effective Date, investment mandates for the HSBC SC CFs shall become investment mandates for the respective corresponding HSBC VC CFs and VC GEF. **The investment mandates will apply to the future contributions and transfer-in benefits paid to HSBC VC. The investment allocation of the accrued benefits to be transferred from HSBC SC to HSBC VC will be the same as the investment allocation applicable to such accrued benefits immediately before the Merger. Where a Transferring Participant is under SimpleChoice — Asset Allocation, please refer to section 7 for details with regard to the treatment of their investment mandate.**

### 3.3 Payment

On and with effect from the Effective Date, all payments formerly made to the HSBC SC should be made payable to “HSBC MPF ValueChoice” or “HSBC Provident Fund Trustee (Hong Kong) Limited A/C HSBC Mandatory Provident Fund — ValueChoice”.

## 4. Notification regarding the transfer

Transfer and confirmation statements informing each Transferring Participant of the units and corresponding amounts that are transferred out of each relevant HSBC SC CF and transferred to the corresponding HSBC VC CF or VC GEF will be sent by post to the last known address of each Transferring Participant in or around July or August 2016. The transfer-out amounts and transfer-in amounts stated in the transfer and confirmation statements will be in the same decimal places with exactly the same amounts (that is no deviation will be noted from the amounts including decimal places).

## 5. Recognition of scheme service years and benefit entitlement

Notwithstanding the Merger, **the scheme service years and benefit entitlement for all Transferring Participants under the HSBC SC will be recognised under the HSBC VC after the Merger.**

## 6. Default arrangement

The current respective default arrangements under HSBC SC and HSBC VC to which a scheme participant who has not given a valid investment instruction under the respective Scheme is subject are:

- (a) HSBC SC: SimpleChoice — Asset Allocation where the allocation is predetermined so that the asset allocation between MPF Conservative Fund, Global Bond Fund and Global Equity Fund under HSBC SC are determined in accordance with the age of the member; and
- (b) HSBC VC: MPF Conservative Fund.

**After the Merger, the default fund under HSBC VC, except for AA Transferring Participants as described in section 7 below, will continue to be the MPF Conservative Fund until the statutorily prescribed Default Investment Strategies arrangement (“DIS”) is launched (which is expected to take place tentatively in or around December 2016).** By then, DIS will be the only set of default arrangement for members under HSBC VC.

If you wish to have more details of the HSBC VC, please visit the HSBC MPF website [www.hsbc.com.hk/mpf](http://www.hsbc.com.hk/mpf) or contact the HSBC MPF Member Hotline 3128 0128 or HSBC MPF Employer Hotline 2583 8033.

## 7. Transferring Participant who is under the SimpleChoice — Asset Allocation immediately before the Merger

**For any Transferring Participant who is under the SimpleChoice — Asset Allocation immediately before the Merger (each, an “AA Transferring Participant”), regardless of whether he/she was defaulted to, or had opted for this arrangement voluntary as his/her investment strategy, his/her existing accrued benefits in the HSBC SC will be transferred to the HSBC VC based on the asset allocation immediately before the Merger. No further adjustment to the asset allocation in accordance with the AA Transferring Participant’s age will be carried out automatically in the future. Furthermore, his/her future contributions and transfer-in benefits to the HSBC VC will be invested based on the same asset allocation immediately before the Merger. These arrangements in the preceding provisions of this paragraph are referred to as “AA Transfer Arrangement”. Please refer to Appendix 1 to this notice for an illustrative example of this AA Transfer Arrangement.**

**A Scheme Participant who is currently participating in the SimpleChoice — Asset Allocation may submit a valid rebalance of existing portfolio instruction to change his/her investment mandate anytime before or following the Merger. On receipt of such instruction prior to the deadlines specified below, his/her accrued benefits, future contributions and transfer-in benefits will follow such revised investment mandate and the AA Transfer Arrangement will not apply after the Merger:**

- (a) **4 pm on 29 June 2016 if the instruction is submitted through Personal Internet Banking or IVRS; or**
- (b) **23 June 2016 if the instruction is submitted in paper form.**

Valid rebalance of existing portfolio instruction given by the relevant Scheme Participant after the respective dates above will be processed in the normal business manner. If any such instructions cannot be effected under the HSBC SC before the Effective Date, they will be carried out under the HSBC VC as soon as practicable after the Effective Date as if the instructions were given under the HSBC VC. In such cases, their existing accrued benefits in the HSBC SC will be transferred to HSBC VC based on the asset allocation immediately before the Merger, and their future contributions and transfer-in benefits paid to the HSBC VC will be invested in accordance with the asset allocation immediately before the Merger (in accordance with the AA Transfer Arrangement as described in the preceding provisions of this section), until their instructions have been processed under HSBC VC. Any Scheme Participant under the SimpleChoice — Asset Allocation and does not opt out of it before the Merger will be considered as AA Transferring Participant and considered to have chosen to be under the AA Transfer Arrangement after the Merger.

## **8. Trust deed and Principal Brochure**

The Scheme Participants may wish to inspect copies of the master trust deed of the HSBC VC by visiting the Administrator's offices during normal business hours, free of charge or obtain copies from the Administrator at a cost of HK\$500 each.

To preserve the environment by reducing paper usage, the Trustee will not be sending a copy of the Principal Brochure of the HSBC VC to the Scheme Participants. Scheme Participants may wish to review the Principal Brochure to understand more about the details of the HSBC VC. The Principal Brochure of the HSBC VC is available on the HSBC MPF website for download. If you wish to request a copy of the Principal Brochure of the HSBC VC, please contact the HSBC MPF Member Hotline 3128 0128 or HSBC MPF Employer Hotline 2583 8033.

## **9. Seminars**

**Seminars will be held to brief the Scheme Participants on the Merger. Further details of the seminars will be available on HSBC MPF website [www.hsbc.com.hk/mpf](http://www.hsbc.com.hk/mpf) from May 2016.**

## **10. Impacts of the Merger on Scheme Participants**

As the trustee of the Schemes, **we are committed to ensuring that the interests of our scheme participants are adequately protected in the Merger and that the Merger would not create any adverse impact on the accrued benefits of the scheme participants of the Schemes. Also, after the Merger, the Transferring Participants will be able to continue to enjoy the services they currently enjoy under the HSBC SC.** The Merger has been structured to ensure that accrued benefits of the scheme participants of the Schemes are adequately protected. The Merger will be in the interests of the Scheme Participants of the HSBC SC and there will be no adverse impact on the accrued benefits and services currently enjoyed by the Scheme Participants of the HSBC SC. **In this regard, note that you may continue to access Personal Internet Banking or Business Internet Banking (as the case may be) after the Merger by your existing username and password.**

We will keep you informed in case of any changes in the arrangements in relation to the Merger and will let you know if any actions need to be taken by you. In this connection, please notify us at your earliest convenience if there is any change of your correspondence address.

## 11. Withdrawal of authorisation and deregistration of HSBC SC

Separate applications will be made to the Mandatory Provident Fund Schemes Authority for the deregistration, and to the Securities and Futures Commission for the withdrawal of authorisation, of the HSBC SC after completion of the Merger when the HSBC SC ceases to have any assets, liabilities and members.

\* \* \*

Frequently Asked Questions on the Merger have been posted at HSBC MPF website [www.hsbc.com.hk/mpf](http://www.hsbc.com.hk/mpf). If you have any questions or concerns about the Merger, please do not hesitate to contact the HSBC MPF Member Hotline 3128 0128 or HSBC MPF Employer Hotline 2583 8033.

### Appendix 1

The tables below illustrate that the investment allocation of an AA Transferring Participant's accrued benefits, future contributions and transfer-in benefits under HSBC VC will be the same as the allocation applicable to them under HSBC SC immediately before the Merger, unless and until the AA Transferring Participant submits a valid rebalance of existing portfolio instruction to change his/her investment mandate following the Merger as described in section 7 of this notice:

Before the Merger — HSBC SC Fund Code	Unit Price immediately before the Merger*	Account Balance				Investment Allocation Percentage for Accrued Benefits, Future Contributions/ Transfer-in Benefits
		Employer Mandatory Contributions		Member Mandatory Contributions		For all Contribution Accounts
		No. of units	HKD	No. of units	HKD	Percentage (%)
CPF	12.10	200	2,420.00	200	2,420.00	10
GBF	10.00	968	9,680.00	968	9,680.00	40
GEF	11.00	1,100	12,100.00	1,100	12,100.00	50
	Total:	—	24,200.00	—	24,200.00	100

After the Merger — HSBC VC Fund Code	Unit Price immediately after the Merger*	Account Balance				Investment Allocation Percentage for Accrued Benefits, Future Contributions/ Transfer-in Benefits
		Employer Mandatory Contributions		Member Mandatory Contributions		For all Contribution Accounts
		No. of units	HKD	No. of units	HKD	Percentage (%)
CPF	12.10	200	2,420.00	200	2,420.00	10
GBF	10.00	968	9,680.00	968	9,680.00	40
GEF	11.00	1,100	12,100.00	1,100	12,100.00	50
	Total:	—	24,200.00	—	24,200.00	100

\* The Unit Price will be calculated using the fund price as at 30 June 2016. The issue price of the newly set up VC GEF on the Effective Date will be the same as the unit price of SC GEF immediately before the Merger.

Notes:

The above is a hypothetical illustration and is for reference only.

CPF refers to MPF Conservative Fund, GBF refers to Global Bond Fund and GEF refers to Global Equity Fund.

Issued by HSBC Provident Fund Trustee (Hong Kong) Limited

Note: Investment involves risks. Past performance is not indicative of future performance. The value of financial instruments, in particular stocks and shares, and any income from such financial instruments, may go down as well as up. For further details including the product features and risks involved, please refer to the relevant 'Principal Brochure'.