

Supplement to the HSBC Mandatory Provident Fund – SuperTrust Plus Principal Brochure

1 July 2019

This Supplement forms part of the 'Principal Brochure' and should be read in conjunction with the 'Principal Brochure' dated 1 November 2018 and the first Supplement dated 1 April 2019. If you are in doubt about the meaning or effect of the contents of this document, you should seek independent professional advice.

Please note that the 'Principal Brochure' of the HSBC Mandatory Provident Fund – SuperTrust Plus will be amended as follows:

A. Changes to be effective from 1 July 2019:

Part I: Product Information

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Investment risks and risk factors

<<A new risk factor shall be added immediately following the existing risk factor '**(I) Risks relating to investments in an underlying ITCIS**'>>

(m) Risks associated with investments in the Hang Seng China Enterprises Index ETF, the approved ITCIS held by Hang Seng China Enterprises Index Tracking Fund

(i) Concentration and Mainland market risk

The Hang Seng China Enterprises Index ETF is subject to concentration risk as a result of tracking the performance of a single geographical region (i.e. the PRC including the Mainland and Hong Kong). The value of the Hang Seng China Enterprises Index ETF may be more volatile than that of an investment fund having a more diverse portfolio of investments. The constituent stocks of the Hang Seng China Enterprises Index are securities of companies which are listed on the Stock Exchange of Hong Kong Limited (the 'SEHK') and have major business exposure to the Mainland market, an emerging market. Investments of the Hang Seng China Enterprises Index ETF may involve increased risks and special considerations not typically associated with investment in more developed markets, such as liquidity risks, currency risks/control, political and economic uncertainties, legal and taxation risks, settlement risks, custody risk and the likelihood of a high degree of volatility (please refer to (b) 'Emerging markets risk' for details).

(ii) PRC tax risk

Currently, the Investment Manager of the Hang Seng China Enterprises Index ETF does not make any tax provision on realised gains derived from trading of H-shares by the Hang Seng China Enterprises Index ETF and does not have any intention to make any tax provision on realised gains derived from trading of Red-chips and P-chips. However, the Investment Manager reserves the right to make any provision for taxes or withhold any tax for the account of the Hang Seng China Enterprises Index ETF.

There are still uncertainties as to the application of the laws, rules and/or regulations on PRC Corporate Income Tax and PRC Value-Added Tax and surtaxes. It is also uncertain as to whether the Hang Seng China Enterprises Index ETF may be subject to other taxes imposed in the PRC. It is possible that the current tax laws, rules, regulations and practice in the Mainland and/or the current interpretation or understanding thereof may change in the future and such change(s) may have retrospective effect. Where no provision is made by the Investment Manager in relation to all or part of the actual taxes levied by the relevant PRC tax authorities in future, investors should note that net asset value of the Hang Seng China Enterprises Index ETF may be lowered, as the Hang Seng China Enterprises Index ETF will ultimately have to bear the full amount of tax liabilities. In this case, such amount of tax liabilities will impact units in the Hang Seng China Enterprises Index ETF at the relevant time, and the then existing unitholders and subsequent unitholders of the Hang Seng China Enterprises Index ETF will be disadvantaged.

<<The existing risk factor '**(m) Key risks relating to the DIS**' shall be renumbered as '**(n) Key risks relating to the DIS**'>>

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Service Providers

<<The first and second bullet points under '**Investment Managers**' shall be replaced in their entirety with the following>>

- **Hang Seng Investment Management Limited**

(for the respective approved index-tracking collective investment schemes invested by the Hang Seng Index Tracking Fund or the Hang Seng China Enterprises Index Tracking Fund)
83 Des Voeux Road Central
Hong Kong

- **HSBC Investment Funds (Hong Kong) Limited**

(for the approved pooled investment funds (except for the MPF Guaranteed Fund itself which is an approved pooled investment fund in the form of insurance policy) directly or indirectly invested by the Constituent Funds except the Hang Seng Index Tracking Fund and the Hang Seng China Enterprises Index Tracking Fund)
HSBC Main Building
1 Queen's Road Central
Hong Kong

<<The '**Investment Adviser**' section shall be replaced in its entirety with the following>>

- **HSBC Global Asset Management (Hong Kong) Limited**

(for the approved pooled investment funds (except for the MPF Guaranteed Fund itself which is an approved pooled investment fund in the form of insurance policy) directly or indirectly invested by the Constituent Funds except the Hang Seng Index Tracking Fund and the Hang Seng China Enterprises Index Tracking Fund)
HSBC Main Building
1 Queen's Road Central
Hong Kong

<<The '**Investment Agent**' section shall be replaced in its entirety with the following>>

- **Hang Seng Investment Management Limited**

(for the Hang Seng Index Tracking Fund and the Hang Seng China Enterprises Index Tracking Fund only)
83 Des Voeux Road Central
Hong Kong

The Investment Agent is appointed by the Trustee as its agent to perform duties relating to the investment by the Hang Seng Index Tracking Fund and the Hang Seng China Enterprises Index Tracking Fund in the respective underlying approved ITCIS, including subscription and redemption of units.

<<The '**Legal Adviser**' section shall be replaced in its entirety with the following>>

Baker & McKenzie

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

Part II: Fund Structure

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<<The section headed '**Description of Constituent Funds**' shall be replaced in its entirety with the following>>

Description of Constituent Funds

Constituent Funds

The HSBC Mandatory Provident Fund – SuperTrust Plus offers its Members a choice of 20 Constituent Funds (which are feeder funds invested each in an approved pooled investment fund, which is structured either as an insurance policy or unit trust, or ITCIS as indicated below) in which Members can invest their contributions. These Constituent Funds are:

Funds	Types of Fund	Invested in an...
MPF Conservative Fund	Money Market Fund	Approved pooled investment fund
Global Bond Fund	Bond Fund	Approved pooled investment fund
Guaranteed Fund	Guaranteed Fund	Insurance policy
Age 65 Plus Fund	Mixed Assets Fund	Approved pooled investment fund
Core Accumulation Fund	Mixed Assets Fund	Approved pooled investment fund
Stable Fund	Mixed Assets Fund	Approved pooled investment fund
Balanced Fund	Mixed Assets Fund	Approved pooled investment fund
Growth Fund	Mixed Assets Fund	Approved pooled investment fund
ValueChoice Balanced Fund	Mixed Assets Fund	Approved pooled investment fund
Global Equity Fund	Equity Fund	Approved pooled investment fund
North American Equity Fund	Equity Fund	Approved pooled investment fund
European Equity Fund	Equity Fund	Approved pooled investment fund
Asia Pacific Equity Fund	Equity Fund	Approved pooled investment fund
Hong Kong and Chinese Equity Fund	Equity Fund	Approved pooled investment fund
Chinese Equity Fund	Equity Fund	Approved pooled investment fund
ValueChoice US Equity Fund	Equity Fund	Approved pooled investment fund
ValueChoice European Equity Fund	Equity Fund	Approved pooled investment fund
ValueChoice Asia Pacific Equity Fund	Equity Fund	Approved pooled investment fund
Hang Seng Index Tracking Fund	Equity Fund	Approved ITCIS
Hang Seng China Enterprises Index Tracking Fund	Equity Fund	Approved ITCIS

Investment objective of each Constituent Fund and other particulars

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<<Re-align the sequence of the Constituent Funds in the order set out in the table above>>

<<The following sub-section on 'ValueChoice Balanced Fund' shall be added immediately after the sub-section on 'Growth Fund'>>

ValueChoice Balanced Fund

The investment objective of the ValueChoice Balanced Fund is to achieve medium to high capital growth with medium volatility. This Fund shall be invested in an approved pooled investment fund (HSBC MPF 'A' – VC Balanced Fund), which in turn invests in two or more underlying approved ITCIS(s) and/or approved pooled investment fund(s) as allowed under the General Regulation. It is expected that preference will be given to ITCIS(s) when making investments. Through such underlying investments, this Fund invests in a diversified portfolio that normally comprises global bonds and equities with heavier weighting in equities.

The Investment Adviser of the approved pooled investment fund in which the ValueChoice Balanced Fund invests is responsible to allocate the assets to the underlying investments in such proportions as it shall, at its discretion, determine.

Around 55 per cent to 85 per cent of the portfolio of this Fund will be indirectly invested in equities and equity-related investments. The remainder of the assets will be invested in deposits, debt securities and other investments as allowed under the General Regulation. The intended asset allocation aforesaid is for indication only and may be changed as and when the relevant investment adviser considers appropriate.

For efficient portfolio management, the approved pooled investment fund and its underlying investments may acquire financial futures contracts and financial option contracts, engage in securities lending, enter into repurchase agreements, and invest in other investments, as allowed under the applicable laws and regulations.

Investments in this Fund are subject to market fluctuations and investment risks, in particular, the risks associated with investments in global bonds and equities. As a result of a heavier weighting in equities, the volatility of this Fund is higher than investments spread equally between global bonds and equities.

<<The following sub-section on 'Global Equity Fund' shall be added immediately after the sub-section on 'ValueChoice Balanced Fund'>>

Global Equity Fund

The investment objective of the Global Equity Fund is to achieve long-term capital growth. This Fund shall be invested in an approved pooled investment fund (HSBC MPF 'A' – Global Equity Fund), which in turn invests in two or more underlying approved pooled investment fund(s) and/or ITCIS(s) as allowed under the General Regulation. Through such underlying investments, this Fund primarily invests in a portfolio of carefully selected shares traded on different global markets. The investment adviser(s) and investment sub-adviser(s) appointed to manage the investments of the approved pooled investment fund(s) held by this Fund directly or indirectly are members of the HSBC Group.

The investment portfolio indirectly held by this Fund will comprise mainly of equities and equity-related investments traded on stock exchanges in global markets. The portfolio may also include deposits, debt securities and other permitted investments up to 30 per cent of the net asset value of this Fund. The intended asset allocation aforesaid is for indication only and may be changed as and when the Investment Manager considers appropriate.

For efficient portfolio management, the approved pooled investment fund and its underlying approved pooled investment funds and/or ITCIS may engage in securities lending, enter into repurchase agreements, and invest in other investments to the extent permitted by the General Regulation. The approved pooled investment fund and its underlying approved pooled investment funds and/or ITCIS may also acquire financial futures contracts and financial option contracts as allowed under the General Regulation.

Investments in this Fund are subject to market fluctuations and investment risks, in particular, the risks associated with equity investments. The value of equity investments are affected by many factors, including but not limited to the business, performance and activities of individual companies as well as general market and economic conditions. This Fund may invest in both developed and emerging markets globally. Investment in emerging markets may be subject to higher volatility.

<<The following sub-section on 'ValueChoice US Equity Fund' shall be added immediately after the sub-section on 'Chinese Equity Fund'>>

ValueChoice US Equity Fund

The investment objective of the ValueChoice US Equity Fund is to achieve long-term capital growth. This Fund shall be invested in an approved pooled investment fund (HSBC MPF 'A' – VC US Equity Fund), which in turn invests in two or more underlying approved ITCIS(s) and/or approved pooled investment fund(s) as allowed under the General Regulation. It is expected that preference will be given to ITCIS(s) when making investments. Through such underlying investments, this Fund invests in a diversified portfolio that mainly comprises US equities and equity-related investments.

The portfolio may also include deposits, debt securities and other permitted investments up to 30 per cent of the net asset value of this Fund. The Investment Adviser of the approved pooled investment fund in which the ValueChoice US Equity Fund invests is responsible to allocate the assets to the underlying investments in such proportions as it shall, at its discretion, determine. The intended asset allocation aforesaid is for indication only and may be changed as and when the Investment Adviser considers appropriate.

For efficient portfolio management, the approved pooled investment fund and its underlying investments may acquire financial futures contracts and financial option contracts, engage in securities lending, enter into repurchase agreements, and invest in other investments, as allowed under the applicable laws and regulations.

Investments in this Fund are subject to market fluctuations and investment risks, in particular, the risks associated with investments in US equities and equity-related investments. Despite a number of US companies having significant operations outside the US, the volatility of this Fund may be higher than that of more diversified funds which invest in a number of continents or geographic regions.

<<The following sub-section on 'ValueChoice European Equity Fund' shall be added immediately after the sub-section on 'ValueChoice US Equity Fund'>>

ValueChoice European Equity Fund

The investment objective of the ValueChoice European Equity Fund is to achieve long-term capital growth. This Fund shall be invested in an approved pooled investment fund (HSBC MPF 'A' – VC European Equity Fund), which in turn invests in two or more underlying approved ITCIS(s) and/or approved pooled investment fund(s) as allowed under the General Regulation. It is expected that preference will be given to ITCIS(s) when making investments. Through such underlying investments, this Fund invests in a diversified portfolio that mainly comprises European equities and equity-related investments.

The portfolio may also include deposits, debt securities and other permitted investments up to 30 per cent of the net asset value of this Fund. The Investment Adviser of the approved pooled investment fund in which the ValueChoice European Equity Fund invests is responsible to allocate the assets to the underlying investments in such proportions as it shall, at its discretion, determine. The intended asset allocation aforesaid is for indication only and may be changed as and when the Investment Adviser considers appropriate.

For efficient portfolio management, the approved pooled investment fund and its underlying investments may acquire financial futures contracts and financial option contracts, engage in securities lending, enter into repurchase agreements, and invest in other investments, as allowed under the applicable laws and regulations.

Investments in this Fund are subject to market fluctuations and investment risks, in particular, the risks associated with investments in European securities. The volatility of this regional Fund is higher than that of funds which invest in a number of continents or regions.

<<The following sub-section on 'ValueChoice Asia Pacific Equity Fund' shall be added immediately after the sub-section on 'ValueChoice European Equity Fund'>>

ValueChoice Asia Pacific Equity Fund

The investment objective of the ValueChoice Asia Pacific Equity Fund is to achieve long-term capital growth. This Fund shall be invested in an approved pooled investment fund (HSBC MPF 'A' – VC Asia Pacific Equity Fund), which in turn invests in an underlying approved pooled investment fund. Through such underlying investments, this Fund invests primarily in an actively managed portfolio of carefully selected quoted securities on the regulated stock markets in the economies of Asia Pacific, excluding Japan. The main markets of investment include, but not limited to, Australia, China, Hong Kong, India, Korea, Malaysia, New Zealand, Singapore, Taiwan and Thailand.

The investment portfolio indirectly held by this Fund will comprise mainly of equities and equity-related investments. The portfolio may also include deposits, debt securities and other permitted investments up to 30 per cent of the net asset value of this Fund. The intended asset allocation aforesaid is for indication only and may be changed as and when the Investment Adviser considers appropriate.

For efficient portfolio management, the approved pooled investment fund and its underlying investments may engage in securities lending, enter into repurchase agreements, and invest in other investments as allowed under the General Regulation. The underlying investments may also acquire financial futures contracts and financial option contracts as allowed under the General Regulation.

Investments in this Fund are subject to market fluctuations and investment risks, in particular, the risks associated with investments in securities of Asia Pacific markets. In general, the volatility of this Fund is higher than that of funds which invest in developed markets. Further, the volatility of this Fund, being a regional fund, is higher than that of funds which invest in a number of continents or regions.

<<The following sub-section on 'Hang Seng China Enterprises Index Tracking Fund' shall be added immediately after the sub-section on 'Hang Seng Index Tracking Fund'>>

Hang Seng China Enterprises Index Tracking Fund

The investment objective of the Hang Seng China Enterprises Index Tracking Fund is to match as closely as practicable the performance of the Hang Seng China Enterprises Index by investing directly in an approved ITCIS (Hang Seng China Enterprises Index ETF) with a similar investment objective.

For efficient portfolio management, the approved ITCIS held by the Hang Seng China Enterprises Index Tracking Fund may gain exposure to the Hang Seng China Enterprises Index or its constituent stocks through investing in financial instruments, engaging in borrowings, securities lending and entering into repurchase agreements, as allowed under the applicable laws and regulations.

Whilst the investment objective of the Hang Seng China Enterprises Index Tracking Fund and the underlying approved ITCIS is to track the Hang Seng China Enterprises Index, there can be no assurance that the performance of the Hang Seng China Enterprises Index Tracking Fund and the underlying approved ITCIS will at any time be identical to the performance of the Hang Seng China Enterprises Index.

About the Hang Seng China Enterprises Index

The Hang Seng China Enterprises Index is the major index that tracks the performance of: (i) H-shares, which are shares in Mainland incorporated enterprises that are listed on the SEHK and primarily traded in Hong Kong; (ii) Red-chips, which are securities of companies that are incorporated outside of the PRC that are listed on the SEHK, have more than 50% of their sales revenue (or profits or assets, if more appropriate) derived from Mainland and are directly or indirectly controlled by organisations or enterprises that are owned by the state, province or municipalities of the PRC; (iii) P-chips, which are securities of companies that are incorporated outside of the PRC that are listed on the SEHK and have more than 50% of their sales revenue (or profits or assets, if more appropriate) derived from Mainland but are not H-shares or Red-chips. The universe of the Index includes H-share, Red-chip and P-chip companies that have their primary listing on the Main Board of the SEHK. The total number of constituents of the Index is fixed at 50. It is constructed to reproduce the performance of a hypothetical portfolio of such stocks, with an interest in each stock proportional to each stock's market value. It is calculated on a 2-second basis during trading hours of the SEHK and its closing value is based on official closing prices of the constituent of the Hang Seng China Enterprises Index announced by the SEHK.

The Hang Seng China Enterprises Index is published and compiled by Hang Seng Indexes Company Limited ('HSIL') pursuant to a license from Hang Seng Data Services Limited ('HSDS'). The mark and name 'Hang Seng China Enterprises Index' is proprietary to HSDS. HSIL and HSDS have agreed to the use of, and reference to, the Hang Seng China Enterprises Index by the Trustee in connection with the HSBC Mandatory Provident Fund – SuperTrust Plus but neither HSIL nor HSDS warrants or represents or guarantees to any customer of the Trustee, any person investing in the HSBC Mandatory Provident Fund – SuperTrust Plus or any other person the accuracy or completeness of the Hang Seng China Enterprises Index and its computation or any information related thereto and no warranty or representation or guarantee of any kind whatsoever relating to the Hang Seng China Enterprises Index is given or may be implied. The process or basis of computation or compilation of the Hang Seng China Enterprises Index and any of the related formulae or formulae, constituent stocks and factors may at any time be changed or altered by HSIL without notice.

The Hang Seng China Enterprises Index currently comprises 50 constituent stocks and the aggregate market value of these stocks accounts for about 57%# of the total market capitalisation of all Hong Kong listed Chinese enterprises of all H-shares listed on the Main Board of the SEHK, the Red-chips and the P-chips.

Simulated figures based on 12-month average market capitalisation of the end of September 2018.

As at 25 March 2019, the respective weightings of the top 10 largest constituent stocks of the Hang Seng China Enterprises Index are:

Stock Code	Stock Name	Weighting
700	Tencent	10.08%
939	CCB	9.85%
941	China Mobile	9.60%
2318	Ping An	9.06%
1398	ICBC	8.25%
3988	Bank of China	5.48%
883	CNOOC	4.64%
386	Sinopec Corp	3.08%
2628	China Life	2.92%
3968	CM Bank	2.69%

The top 10 largest constituent stocks and their respective weightings of the Hang Seng China Enterprises Index may vary due to various factors including but not limited to the regular quarterly review by HSIL and the changes to the Hang Seng China Enterprises Index so that it not only tracks the performance of H-shares but also the performance of Red-chips and P-chips effective from March 2018. The composition of the constituent stocks of the Hang Seng China Enterprises Index may change and its constituent companies may be substituted with other companies as determined by HSIL.

Real-time update of the Index can be obtained through the SEHK Teletext System, Thomson Reuters, Bloomberg and the website of HSIL at www.hsi.com.hk. Other important news relating to the Hang Seng China Enterprises Index will be available through press releases and at the HSIL website www.hsi.com.hk.

The list of constituent stocks which comprise the Hang Seng China Enterprises Index is reviewed by HSIL on a quarterly basis. The composition of the Hang Seng China Enterprises Index may change and its constituent companies may be substituted with other companies as determined by HSIL.

The accuracy and completeness of the calculation of the Hang Seng China Enterprises Index may be affected if there is any problem with the system for the computation and/or compilation of the Hang Seng China Enterprises Index.

No responsibility or liability is accepted by HSIL or HSDS in respect of the use of and/or reference to the Hang Seng China Enterprises Index by the Trustee in connection with the HSBC Mandatory Provident Fund – SuperTrust Plus, or for any inaccuracies, omissions, mistakes or errors of HSIL in the computation of the Hang Seng China Enterprises Index or any sub-index for any economic or other loss which may be directly or indirectly sustained by any customer of the Trustee or any other person investing in the HSBC Mandatory Provident Fund – SuperTrust Plus as a result thereof and no claims, actions or legal proceedings may be brought against HSIL and/or HSDS in connection with the HSBC Mandatory Provident Fund – SuperTrust Plus in any manner whatsoever by any customer of the Trustee or other person investing in the HSBC Mandatory Provident Fund – SuperTrust Plus. Any such customer and other person investing in the HSBC Mandatory Provident Fund – SuperTrust Plus does so therefore in full knowledge of this disclaimer and can place no reliance whatsoever on HSIL or HSDS. For the avoidance of doubt, this disclaimer does not create any contractual or quasi-contractual relationship between any such customer and other person and HSIL and/or HSDS and must not be construed to have created such relationship.

Specific risks on tracking the Hang Seng China Enterprises Index

Changes in the net asset value of the Hang Seng China Enterprises Index Tracking Fund are unlikely to replicate exactly changes in the Hang Seng China Enterprises Index. This is due to, among other things, the fees and expenses payable by the Hang Seng China Enterprises Index Tracking Fund and transaction fees and stamp duty incurred in adjusting the composition of the investment portfolio because of changes in the Hang Seng China Enterprises Index and dividends received, but not distributed, by the underlying approved ITCIS held by the Hang Seng China Enterprises Index Tracking Fund. In addition, as a result of the unavailability of constituent stocks in the Hang Seng China Enterprises Index, the transaction costs in making an adjustment outweighing the anticipated benefits of such adjustment or for certain other reasons, there may be timing differences between changes in the Hang Seng China Enterprises Index and the corresponding adjustment to the shares which comprise the underlying approved ITCIS's portfolio.

During times when the constituent stocks are unavailable or when the Investment Manager determines it is in the best interest of the underlying approved ITCIS to do so, the underlying approved ITCIS may maintain a cash position or invest in other contracts or investments as permitted by the applicable laws and regulations until the constituent stocks become available. Such costs, expenses, cash balances or timing differences could cause the Hang Seng China Enterprises Index Tracking Fund's net asset value to be lower or higher than the relative level of the Hang Seng China Enterprises Index. The magnitude of tracking error of the Hang Seng China Enterprises Index Tracking Fund would depend on the cashflow, size of the portfolio and the extent of use of financial instruments which may be higher or lower than other index tracking funds.

The underlying approved ITCIS's holding of constituent stock may not exceed the constituent stock's weighting in the Hang Seng China Enterprises Index, except where the weighting is exceeded as a result of changes in the composition of the Hang Seng China Enterprises Index where the excess is only transitional and temporary in nature or where such excess is due to purchase of board lots or where such excess is due to the implementation of a documented sampling or optimisation technique the purpose of which is for the underlying approved ITCIS to achieve its objective of tracking the Hang Seng China Enterprises Index.

Investment of the underlying approved ITCIS may be concentrated in the securities of a single issuer or several issuers when the underlying approved ITCIS endeavours to match as closely as practicable its holdings of constituent stocks of the Hang Seng China Enterprises Index with their respective weightings in the Hang Seng China Enterprises Index.

The Investment Manager does not have discretion to take defensive positions where the Hong Kong stock market decline. Hence, any fall in the Hang Seng China Enterprises Index will result in corresponding fall in the value of the underlying approved ITCIS.

In the event that the Hang Seng China Enterprises Index ceases to be operated or is not available, the Investment Manager will, subject to the prior approval of the MPFA, change the Hang Seng China Enterprises Index to a replacement index that is tradable and being recognised as a benchmark to the overall performance of China enterprises listed in Hong Kong in the form of H-shares. The MPFA reserves the right to withdraw the authorisation of the underlying approved ITCIS if the Hang Seng China Enterprises Index is no longer considered to be acceptable to the MPFA.

The Investment Manager, the Index compiler – HSIL, the Index proprietor – HSDS and the Trustee all are members of the HSBC Group. Situations may arise where there are conflicts of interest among such entities. If such conflicts arise, the Investment Manager will in its best effort to act fairly.

Part III: Fee Table

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<<Table (B) titled 'Fees and charges payable arising from transactions in individual Member's account' shall be replaced in its entirety with the following>>

Type of fees and charges	Name of constituent fund	Current level	Payable by
Contribution charge ³	MPF Conservative Fund	N/A	
	Global Bond Fund	Currently waived	Member via deduction from contributions
	Guaranteed Fund		
	Age 65 Plus Fund		
	Core Accumulation Fund		
	Stable Fund		
	Balanced Fund		
	Growth Fund		
	ValueChoice Balanced Fund	N/A	
	Global Equity Fund	Currently waived	Member via deduction from contributions
	North American Equity Fund		
	European Equity Fund		
	Asia Pacific Equity Fund		
	Hong Kong and Chinese Equity Fund		
	Chinese Equity Fund	N/A	
	ValueChoice US Equity Fund	N/A	
	ValueChoice European Equity Fund	N/A	
ValueChoice Asia Pacific Equity Fund	N/A		
Hang Seng Index Tracking Fund	Currently waived	Member via deduction from contributions	
Hang Seng China Enterprises Index Tracking Fund	N/A		
Offer spread ⁴	MPF Conservative Fund	N/A	
	Global Bond Fund	Currently waived	Member via deduction from account
	Guaranteed Fund		
	Age 65 Plus Fund		
	Core Accumulation Fund		
	Stable Fund		
	Balanced Fund		
	Growth Fund		
	ValueChoice Balanced Fund	N/A	
	Global Equity Fund	Currently waived	Member via deduction from account
	North American Equity Fund		
	European Equity Fund		
	Asia Pacific Equity Fund		
	Hong Kong and Chinese Equity Fund		
	Chinese Equity Fund	N/A	
	ValueChoice US Equity Fund	N/A	
	ValueChoice European Equity Fund	N/A	
ValueChoice Asia Pacific Equity Fund	N/A		
Hang Seng Index Tracking Fund	Currently waived	Member via deduction from account	
Hang Seng China Enterprises Index Tracking Fund	N/A		
Bid spread ⁵	All Constituent Funds	N/A	
Withdrawal charge ⁶	All Constituent Funds	N/A	

<<Table (C) titled 'Fund operating charges and expenses of constituent funds' will be replaced in its entirety with the following>>

Type of charges and expenses	Name of constituent fund	Current level**	Deducted from
Management fees ⁷	MPF Conservative Fund	0.75% pa of NAV	Asset of the Fund
	Global Bond Fund	0.79% pa of NAV	
	Guaranteed Fund	1.275% pa of NAV	
	Age 65 Plus Fund	0.75% pa of NAV	
	Core Accumulation Fund		
	Stable Fund	1.25% pa of NAV	
	Balanced Fund	1.35% pa of NAV	
	Growth Fund	1.45% pa of NAV	
	ValueChoice Balanced Fund	0.79% pa of NAV	
	Global Equity Fund		
	North American Equity Fund	1.30% pa of NAV	
	European Equity Fund		
	Asia Pacific Equity Fund	1.45% pa of NAV	
	Hong Kong and Chinese Equity Fund		
	Chinese Equity Fund		
	ValueChoice US Equity Fund	0.79% pa of NAV	
	ValueChoice European Equity Fund		
	ValueChoice Asia Pacific Equity Fund		
Hang Seng Index Tracking Fund	Up to 0.755% pa of NAV		
Hang Seng China Enterprises Index Tracking Fund	Up to 0.79% pa of NAV		
Guarantee charge ⁸	Guaranteed Fund	0.75% pa of NAV	Asset of the Fund
Other expenses	<p>Other expenses* payable by the Funds include costs and expenses that are related to the operations and continuation of the Funds such as audit and professional fees, MPF Compensation Levy (if any), licence fees and annual indemnity insurance premium.</p> <p>Certain recurrent out-of-pocket expenses relating to the Core Accumulation Fund and the Age 65 Plus Fund are subject to a statutory annual limit of 0.20% of the net asset value of each of those funds and will not be charged to or imposed on the Fund in excess of that amount.</p>		Accrue on a daily basis which is reflected in the daily unit price of each Constituent Fund

<<The definition of **'7. Management fees'** shall be replaced in its entirety with the following>>

'Management fees' includes fees paid to the Trustee, Custodian, Administrator, Investment Manager (including fees based on fund performance, if any) and Sponsor of the scheme for providing their services to the relevant fund. They are usually charged as a percentage of the net asset value (NAV) of a fund.

The fee breakdown of the management fees in respect of each Constituent Fund ('CF') and its underlying approved pooled investment fund(s) and/or ITCIS(s) ('**Underlying Funds**') is as follows:

	Management fees (current level (pa) of the net asset value of the relevant CF and/or Underlying Funds)					
	CF level				Underlying Funds level	
	Sponsor	Administrator	Trustee/ Custodian	Investment Agent	Trustee/ Custodian	Investment Manager
MPF Conservative Fund	0.05%	0.45%	0.055%	-	0.045%	0.15%
Global Bond Fund	0.05%	0.45%	0.055%	-	0.045%	0.19%
Guaranteed Fund	0.06%	0.595%	-	-	0.10%	0.52%
Age 65 Plus Fund*	0.05%	0.41%	0.04%	-	0.03%	0.22%
Core Accumulation Fund*						
Stable Fund	0.06%	0.545%	0.08%	-	0.045%	0.52%
Balanced Fund	0.06%	0.545%	0.08%	-	0.045%	0.62%
Growth Fund	0.06%	0.545%	0.08%	-	0.045%	0.72%
ValueChoice Balanced Fund	0.05%	0.45%	0.055%	-	0.045%	0.19%
Global Equity Fund						
North American Equity Fund	0.06%	0.545%	0.08%	-	0.045%	0.57%
European Equity Fund						
Asia Pacific Equity Fund	0.06%	0.545%	0.08%	-	0.045%	0.72%
Hong Kong and Chinese Equity Fund						
Chinese Equity Fund						
ValueChoice US Equity Fund	0.05%	0.45%	0.055%	-	0.045%	0.19%
ValueChoice European Equity Fund						
ValueChoice Asia Pacific Equity Fund						
Hang Seng Index Tracking Fund	0.05%	0.45%	0.055%	0.10%	Up to 0.05%	0.05%
Hang Seng China Enterprises Index Tracking Fund	0.05%	0.45%	0.055%	0.10%	Up to 0.05%	0.085%

* In the case of the Core Accumulation Fund and the Age 65 Plus Fund, management fees payable to the parties named above (excluding the Custodian), or their delegates, can only (subject to certain exceptions in the 'MPF Ordinance') be charged as a percentage of the net asset value of the fund. These management fees are also subject to a statutory daily limit equivalent to 0.75% per annum of the net asset value of the Fund which applies across both the fund and underlying approved pooled investment fund(s) and ITCIS(s).

Explanatory notes

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<<The last sentence of the third paragraph of bullet (e) shall be replaced in its entirety with the following>>

For the Hang Seng Index Tracking Fund and the Hang Seng China Enterprises Index Tracking Fund, on top of the Investment management fee, there are fees payable to the Investment Agent.

B. Changes to be effective immediately:

Investment objective of each Constituent Fund and other particulars

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<<The following paragraph shall be added immediately after the fifth paragraph in the sub-section on '**MPF Conservative Fund**'>>

Under section 37 of the General Regulation, fees and charges of MPF Conservative Fund may only be deducted in the following circumstances:

- (i) if the amount of income derived from the investment of funds of MPF Conservative Fund in a particular month exceeds the amount of interest that would be earned if those funds had been placed on deposit in a Hong Kong dollar savings account at the prescribed savings rate (as published on the MPFA's website www.mpfa.org.hk), an amount not exceeding the excess may be deducted from MPF Conservative Fund for that month; or
- (ii) if for a particular month no amount is deducted under (i) or the amount that is deducted is less than the actual fees and charges for the month, the deficiency may be deducted from the amount of any excess that may remain in any of the following 12 months after deducting the fees and charges applicable to that following month.

The Hongkong and Shanghai Banking Corporation Limited and HSBC Provident Fund Trustee (Hong Kong) Limited have prepared and accepted the responsibility for this document. The contents in this document are accurate as of 1 July 2019.