

Second Supplement to the HSBC Mandatory Provident Fund – ValueChoice Principal Brochure

24 May 2019

This second 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 – ValueChoice has been amended as follows, with effect from 17 June 2019:

Part II: Fund Structure

Page 26

<<The first paragraph of **'About the Hang Seng China Enterprises Index'** under the Constituent Fund **'Hang Seng China Enterprises Index Tracking Fund'** shall be replaced in its entirety with the following>>

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 third and fourth paragraphs of '**About the Hang Seng China Enterprises Index**' under the Constituent Fund '**Hang Seng China Enterprises Index Tracking Fund**' shall be replaced in their entirety with the following>>

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 sixth and seventh paragraphs of '**About the Hang Seng China Enterprises Index**' under the Constituent Fund '**Hang Seng China Enterprises Index Tracking Fund**' shall be replaced in their entirety with the following>>

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 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 24 May 2019.