

29 April 2022

Issuer: BOCI-Prudential Asset Management Limited

- ***This statement provides you with key information about this product.***
- ***This statement is a part of the offering document.***
- ***You should not invest in this product based on this statement alone.***

#### Quick facts

<b>Fund Manager:</b>	BOCI-Prudential Asset Management Limited (the “Manager”)
<b>Trustee and Registrar:</b>	BOCI-Prudential Trustee Limited
<b>Ongoing charges over a year<sup>#</sup>:</b>	1.57%
<b>Dealing frequency:</b>	Daily (Hong Kong business days, other than Saturdays)
<b>Base currency:</b>	US Dollars
<b>Distribution policy:</b>	The Manager does not intend to make distributions for the Sub-Fund. Income earned will be reinvested in the Sub-Fund.
<b>Financial year end:</b>	31 March
<b>Minimum investment:</b>	<p><i>Class A – USD Units</i></p> <p>Initial : the USD equivalent amount of HK\$10,000</p> <p>Addition : the USD equivalent amount of HK\$10,000</p> <p><i>Class A – RMB Units*</i></p> <p>Initial : the RMB equivalent amount of HK\$10,000</p> <p>Addition : the RMB equivalent amount of HK\$10,000</p>

<sup>#</sup> The ongoing charges figure is based on expenses for the period ended 30 September 2021. This figure may vary from year to year. As at the date of this statement, Class A Units (including Class A – USD Units and Class A – RMB Units) have the same fee structure and therefore a single ongoing charges figure can be calculated and published.

\* Such Class A – RMB Units is only available to investors of Mainland China, and is not offered in Hong Kong.

#### What is this product?

BOCHK Global Equity Fund (the “Sub-Fund”) is a sub-fund under the BOCHK Investment Funds, which is an umbrella unit trust established under the laws of Hong Kong.

## Objectives and Investment Strategy

The Sub-Fund is an equity fund which aims to achieve long-term capital growth by investing mainly (at least 70% of its non-cash assets) in major global stock markets, including but not limited to the United States, the United Kingdom, Germany, France and Japan. The Sub-Fund invests in equities and equity related securities (including warrants and convertible securities).

The allocation of the Sub-Fund's portfolio between countries and regions may vary according to the Manager's discretion and perception of prevailing and anticipated market conditions and as a result, the Sub-Fund's portfolio may be concentrated in certain country(ies) or region(s).

The Sub-Fund may invest up to 30% of its assets in SFC authorized collective investment schemes ("CISs") (including CISs managed by the Manager).

The Sub-Fund may invest (a) up to 10% of its Net Asset Value in A shares ((i) directly through the Shanghai-Hong Kong Stock Connect and/or Shenzhen-Hong Kong Stock Connect; and/or (ii) indirectly through investment in exchange traded funds ("ETFs") listed on the Stock Exchange of Hong Kong Limited (including ETFs managed by the Manager) and/or SFC authorised CISs (including CISs managed by the Manager)); and/or (b) up to 5% of its Net Asset Value in B shares listed on the stock exchanges in Mainland China.

The Sub-Fund's aggregate exposure to A shares and B shares will not exceed 10% of its Net Asset Value.

The Sub-Fund may also invest in other equity related securities such as ADRs (American depository receipts) and GDRs (global depository receipts) which may be listed on various stock exchanges.

The Sub-Fund may employ a portion of its assets in futures contracts, options or forward currency transactions for the purposes of efficient portfolio management and hedging against exchange rate risk. Cash and fixed interest securities may be considered when appropriate.

The Sub-Fund will not be engaged in any securities lending activities.

## Use of derivatives / investment in derivatives

The Sub-Fund's net derivative exposure may be up to 50% of the Sub-Fund's Net Asset Value.

## What are the key risks?

**Investment involves risks. Please refer to the offering document for details including the risk factors.**

### 1. General investment risk

The Sub-Fund's investment portfolio may fall in value due to any of the key risk factors below and therefore, your investment in the Sub-Fund may suffer losses. There is no guarantee in respect of repayment of principal.

### 2. Foreign exchange and RMB currency and conversion risks

- Underlying investments of the Sub-Fund may be denominated in currencies (e.g. RMB (specifically offshore RMB (CNH) or onshore RMB (CNY))) other than the base currency of the Sub-Fund. The Net Asset Value of the Sub-Fund may be affected unfavorably by fluctuations in the exchange rates between these currencies and the base currency and by changes in exchange rate controls.
- RMB is currently not freely convertible and is subject to exchange controls and restrictions. Non-RMB based investors are exposed to foreign exchange risk and there is no guarantee that the value of RMB against the investors' base currencies (for example HKD) will not depreciate. Any depreciation of RMB could adversely affect the value of the investors' investments in the Sub-Fund. Although CNH and CNY are the same currency, they trade at different rates. Any divergence between CNH and CNY may adversely impact investors.

- Under exceptional circumstances, payment of redemptions and/or distribution payment in RMB may be delayed due to the exchange controls and restrictions applicable to RMB.
- The Sub-Fund may also be subject to bid/ offer spread and currency conversion costs when converting to and from Hong Kong dollars and RMB.

### 3. **Equity market risk**

The Sub-Fund's investment in equity securities is subject to general market risks, whose value may fluctuate due to various factors, such as changes in investment sentiment, political and economic conditions and issuer-specific factors. Usually, emerging markets tend to be more volatile than developed markets and may experience substantial price volatility. Market movement may therefore result in substantial fluctuation in the Net Asset Value per Unit of the Sub-Fund.

### 4. **Concentration risk**

- The Sub-Fund's investments may be concentrated in certain country(ies) or region(s). The value of the Sub-Fund may be more volatile than that of a fund having a more diverse portfolio of investments.
- The value of the Sub-Fund may be more susceptible to adverse economic, political, policy, foreign exchange, liquidity, tax, legal or regulatory event affecting the market in that country(ies) or region(s).

### 5. **Derivative instruments risk**

The Sub-Fund may use derivatives as one of its investment strategies. The use of derivatives may expose the Sub-Fund to various types of risk, including but not limited to, counterparty, liquidity, correlation, credit, volatility, valuation, settlement and over-the-counter transaction risks. Derivatives may be more sensitive to changes in economic or market conditions and could increase the Sub-Fund's volatility or can result in a loss significantly greater than the amount invested in the derivatives by the Sub-Fund. Exposure to derivatives may lead to a high risk of significant loss by the Sub-Fund.

### 6. **Cross-class liability risk**

Although for the purposes of fund accounting, different fees and charges will be allocated to each class, there is no actual segregation of liabilities between different classes of Units. As such, in the event of insolvency or termination of the Sub-Fund, i.e. where the assets of the Sub-Fund are insufficient to meet its liabilities, all assets will be used to meet the Sub-Fund's liabilities, not just the amount standing to the credit of any individual class of Units.

### 7. **Potential conflicts of interest**

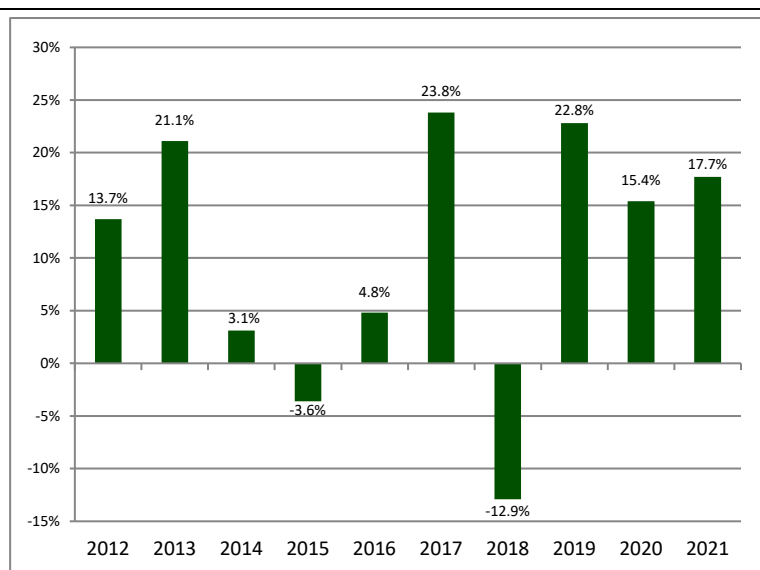
- The Sub-Fund may invest in ETFs and/or CISs managed by the Manager and this may give rise to potential conflicts of interest.
- Also, the Manager may promote, manage, advise or otherwise be involved in any other funds or investment companies while they act as the Manager of the Sub-Fund. Furthermore, the Manager and the Trustee are affiliated. Situation may arise where there are conflicts of interest between such entities. If such conflict arises, each of the Manager and the Trustee will have regard in such event to its obligations to the Sub-Fund and will endeavour to ensure that such conflicts are resolved fairly.

### 8. **Risks of investing in other CISs/funds**

- Investors should be aware of the consequences of investing in other CISs/funds (the "underlying funds"). The Sub-Fund will be subject to the same type of risks in proportion to their holdings of those specific underlying funds.

- There may be additional costs involved when investing into these underlying funds. The Sub-Fund will bear the fees paid to the Manager and its other service providers as well as, indirectly, a pro rata portion of the fees paid by the underlying funds to the service providers of the underlying funds. If the Sub-Fund invests in underlying funds managed by the Manager, all initial charges on such underlying funds will be waived. Further, the management fees payable at the underlying fund(s)' level (which are directly attributable to the amount invested by the Sub-Fund) shall accordingly, be fully rebated in cash to the Sub-Fund.
- There is also no guarantee that the underlying funds will always have sufficient liquidity to meet the Sub-Fund's redemption requests as and when made.

### How has the Sub-Fund performed?



- Past performance information is not indicative of future performance. Investors may not get back the full amount invested.
- The computation basis of the performance is based on the calendar year end, NAV-to-NAV, with distributions reinvested.
- Class A – USD is selected as representative class because this class is mainly subscribed by Unitholders as at the date of this statement.
- These figures show by how much Class A – USD Units increased or decreased in value during the calendar year being shown. Performance data has been calculated in USD including ongoing charges and excluding initial charge and redemption charge you might have to pay.
- Class A – USD Units were launched in July 2002 and Class A – RMB Units were launched in June 2015.
- Only Class A Units (including Class A – USD Units and Class A – RMB Units) are currently available.

### Is there any guarantee?

The Sub-Fund does not provide any guarantees. You may not get back the full amount of money you invest.

### What are the fees and charges?

#### Charges which may be payable by you

You may have to pay the following fees when dealing in the Class A Units of the Sub-Fund.

<b><i>Fee</i></b>	<b><i>What you pay</i></b>
<b>Initial charge</b>	Up to 5% of the issue price
<b>Switching fee</b> <i>(as a % of the issue price of the New Class of Units to be issued)</i>	For switching into a different class (denominated in a different currency) of Class A Units relating to the same Sub-Fund or switching into Class A Units of another Sub-Fund which is not a Money Market Sub-Fund (as defined in the Explanatory Memorandum) : 1% For switching into Units of a Money Market Sub-Fund : Nil
<b>Redemption charge</b>	Nil

**Ongoing fees payable by the Sub-Fund**

The following expenses will be paid out of the Sub-Fund. They affect you because they reduce the return you get on your investments.

	<i>Annual rate (as a % of the Net Asset Value)</i>
<b>Management fee</b>	1.5% (current and maximum)
<b>Trustee fee</b>	0.125% on the first US\$25 million; 0.10% on the next US\$25 million; 0.0875% on the remaining balance; Subject to a minimum monthly fee of US\$2,500 and up to a maximum of 1%*
<b>Performance fee</b>	Nil
<b>Administration fee</b>	Nil

\* You should note that some fees may be increased, up to a specified permitted maximum, by giving Unitholders at least three (3) months' prior notice.

**Other fees**

Please note that other fees and expenses may also be deducted from the Sub-Fund. For details, please refer to the section "Charges and Expenses" on pages 55 to 61 of the Explanatory Memorandum.

**Additional Information**

- You generally buy and/or redeem Units of the Sub-Fund at the Sub-Fund's next determined Net Asset Value after the Manager receives your request in good order on or before 5:00 p.m. (Hong Kong time) (the Dealing Deadline) on the relevant Dealing Day (which is generally Hong Kong Business Day (except Saturdays) or such other day or days as the Manager and the Trustee may agree from time to time).
- Applications could also be placed through other authorized fund distributors or through other authorized means as may from time to time specified by the Manager in the Manager's website ([www.boci-pru.com.hk](http://www.boci-pru.com.hk)) and different dealing procedures, such as earlier application or payment cut-off time may be involved. Applicants should consult the relevant fund distributors or the Manager to find out the dealing procedures that are applicable to them.
- The Net Asset Value per Unit of each class of the Sub-Fund is calculated and will be published on each Dealing Day in the South China Morning Post, the Hong Kong Economic Journal and the Hong Kong Economic Times.
- The past performance information of other classes of Units offered to Hong Kong investors is available on the Manager's website ([www.boci-pru.com.hk](http://www.boci-pru.com.hk)).
- Other information of the Sub-Fund can also be found at the Manager's website ([www.boci-pru.com.hk](http://www.boci-pru.com.hk)).
- Information contained in the website of the Manager has not been reviewed by the SFC.

**Important**

If you are in doubt, you should seek professional advice.

The SFC takes no responsibility for the contents of this statement and makes no representation as to its accuracy or completeness.