

30 April 2022

*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>Manager:</b>	BEA Union Investment Management Limited
<b>Trustee:</b>	Bank of East Asia (Trustees) Limited
<b>Ongoing charges over a year:</b>	Class D Units: 1.93% p.a.* Class R Units: 1.68% p.a.^
<b>Dealing frequency:</b>	Daily (Hong Kong business days)
<b>Base currency:</b>	HK\$
<b>Dividend policy:</b>	No dividends will be declared or distributed.
<b>Financial year end of this sub-fund:</b>	31 December
<b>Minimum investment:</b>	Classes D and R Units: HK\$10,000 initial, HK\$5,000 additional

\* This figure is an estimate only and may vary from year to year. The figure is calculated based on the estimated ongoing expenses chargeable to the sub-fund expressed as a percentage of the sub-fund's estimated average net asset value.

^ This figure is based on the ongoing expenses for the period ended 31 December 2021 and may vary from year to year.

### What is this product?

BEA Union Investment Hong Kong Growth Fund (the "Investment Fund") is a sub-fund of BEA Union Investment Capital Growth Fund (the "Fund"), which is a unit trust established as an umbrella fund under the laws of Hong Kong.

### Objective and Investment Strategy

#### Objective

The investment objective of the Investment Fund is to provide investors with long term capital growth in Hong Kong dollar terms through investing in a diversified portfolio consisting primarily of securities of companies (i.e. at least 70% of its net asset value), either listed or with operations or interests principally in Hong Kong. For the remaining assets, the Manager may at its discretion invest outside the Investment Fund's principal geographical areas, market sectors, industries or asset classes.

#### Strategy

The Investment Fund's portfolio will consist primarily of Hong Kong listed securities, and may include securities from initial public offering. Up to 100% of the assets of the Investment Fund may be invested in equity securities. Up to 10% of the assets of the Investment Fund may be invested in other securities (as permitted under Schedule 1 to the Mandatory Provident Fund Schemes (General) Regulation). Investments will be selected based on their expected long-term capital growth. The weighting of the portfolio between sectors may change according to economic circumstances.

The Investment Fund's portfolio may also include cash, deposits, fixed interest securities, instruments with floating interest rates and short-term paper such as Treasury Bills, certificates of deposit, bankers' acceptances and short-term commercial paper. If the Manager considers that conditions so require and it is in the interests of Unitholders to do so, a substantial portion of the portfolio may be held in cash or such instruments.

The Manager intends to adopt a "top-down" approach to first determine the sector allocation of the portfolio according to the Manager's analysis of the market and economic trends, and then select suitable investments within each sector.

The Manager may acquire financial futures and options contracts for the Investment Fund for hedging purposes to protect and enhance asset value, consistent with the investment objective of the Investment Fund. It is expected the Investment Fund's net derivative exposure would be zero so long as there is no residual derivative exposure arising from such hedging arrangement.

In addition, at least 30% of the assets of the Investment Fund will be held in Hong Kong dollar currency investments as measured by effective currency exposure (determined in accordance with Schedule 1 of the Mandatory Provident Fund Schemes (General) Regulation).

The Manager expects the Investment Fund's return over the long-term to reflect movements in the Hong Kong stock market.

## **Use of Derivatives**

The Investment Fund's net derivative exposure may be up to 50% of the Investment Fund's net asset value.

## **What are the key risks?**

**Investment involves risks. Please refer to the Explanatory Memorandum for details including the risk factors.**

### **1. Investment and securities markets risk**

- The Investment Fund is an investment fund. The Investment Fund's investment portfolio may fall in value and therefore your investment in the Investment Fund may suffer losses.
- The Investment Fund invests directly or indirectly in equities and thus is subject to the risks generally associated with equity investment. Factors affecting the stock values include but not limited to changes in investment sentiment, political, economic and social environment and liquidity and volatility in the equity markets.

### **2. Diversification risk**

- The Investment Fund invests in the Hong Kong market only. Although the Investment Fund's portfolio will be diversified in terms of the number of holdings, the Investment Fund's asset value is likely to be more volatile than a broad-based fund, such as a global or regional equity fund, as it is more susceptible to fluctuations in value resulting from adverse conditions in Hong Kong.

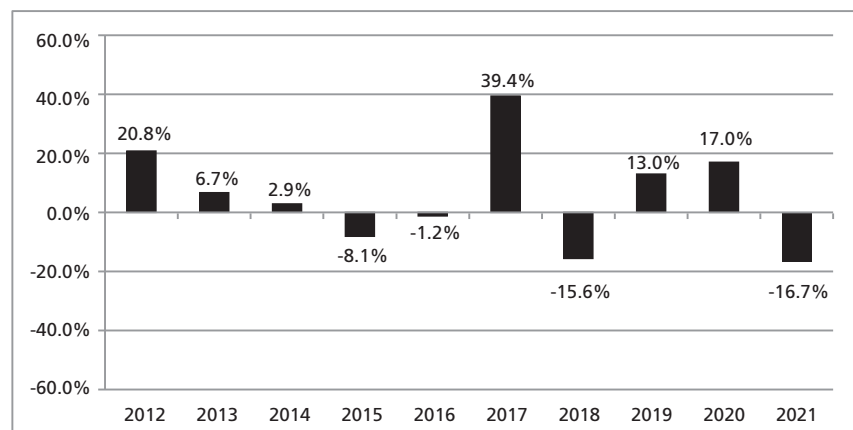
### **3. Emerging markets risk**

- The Investment Fund's assets may be invested in securities listed in Hong Kong which have exposure to China's economy or markets. Investing in such securities involves a greater risk of loss than investing in securities with exposure to more developed markets due to, among other factors, greater political, tax, economic, foreign exchange, liquidity and regulatory risks.

#### 4. Risk in relation to financial futures and options contracts

- The Investment Fund may use financial futures and options contracts for hedging purposes. Such hedging may not achieve the intended purpose. In an adverse situation, the Investment Fund's use of financial futures and options contracts may become ineffective in achieving hedging and the Investment Fund may suffer significant losses.

#### How has the Investment 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 dividend reinvested.
- These figures show by how much Class R Units increased or decreased in value during the calendar year being shown. Performance data has been calculated in HK\$ including ongoing charges and excluding subscription fee and redemption fee you might have to pay.
- Investment Fund / Class R Units launch date: 2004

#### Is there any guarantee?

The Investment Fund does not have 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 units of the Investment Fund.

Fee	What you pay
Subscription fee (Preliminary Charge)	Classes D and R Units: up to 5% of issue price
Switching fee (Conversion Charge)	Classes D and R Units: currently, the aggregate of the realisation charge and preliminary charge payable on a switch will not exceed 3% of issue price of new units
Redemption fee (Realisation Charge)	Classes D and R Units: up to 0.5% of realisation price (currently nil)

### Ongoing fees payable by the Fund

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

	Annual rate (as a % of the Investment Fund's value)
Management Fee	Class D Units: 1.75% p.a.* Class R Units: 1.50% p.a.*
Trustee Fee	Classes D and R Units: 0.125% p.a.*
Performance Fee	N/A
Administration Fee	N/A
Registrar's Fee	0.015% – 0.05% p.a. subject to minimum of HK\$3,000 p.a.

### Other fees

You may have to pay other fees and charges when dealing in the units of the Investment Fund.

\* You should note that these fees may be increased, up to a specified permitted maximum, by giving unitholders at least three months' prior notice. For details, please refer to the Explanatory Memorandum.

### Additional Information

- You generally buy, redeem and switch units at the Investment Fund's next-determined net asset value (NAV) after the Authorised Distributor receives your request in good order on or before 4:00 p.m. (Hong Kong time) on a Dealing Day. The Authorised Distributor(s) may impose an earlier cut-off time before the dealing deadline for receiving instructions for subscriptions, realisations or switching. Investors should confirm the arrangements with the Authorised Distributor(s) concerned.
- The net asset value of the Investment Fund is calculated on each Dealing Day, and the price of units is published on the Manager's website: [www.bea-union-investment.com](http://www.bea-union-investment.com) (this website has not been reviewed or authorised by the SFC).
- Investors may obtain information on BEA Union Investment Management Limited from the following website: [www.bea-union-investment.com](http://www.bea-union-investment.com).

### 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.