中銀香港資產管理有限公司
BOCHK ASSET MANAGEMENT LIMITED

PRODUCT KEY FACTS

BOCHK Wealth Creation Series –
BOCHK All Weather Short Term Bond Fund

April 2022

Issuer: BOCHK Asset Management Limited 中銀香港資產管理有限公司

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

Quick facts

Manager:	BOCHK Asset Management Limited 中銀香港資產管理有限公司
Trustee:	BOCI-Prudential Trustee Limited 中銀國際英國保誠信託有限公司
Custodian:	Bank of China (Hong Kong) Limited 中國銀行（香港）有限公司
Dealing frequency:	Daily
Base currency:	USD
Dividend policy:	Class A1 (USD), Class A2 (HKD), Class A3 (RMB), Class A4 (RMB-H), Class A5 (HKD-H), Class A6 (EUR-H), Class A7 (GBP-H), Class A8 (CAD-H), Class A9 (AUD-H), Class A10 (NZD-H), Class A11 (SGD-H), Class A12 (JPY-H) and Class A13 (CHF-H): declared and paid on a quarterly basis (subject to the Manager's discretion). Dividends may be paid out of the capital or effectively out of capital# of the relevant Class. Payment of dividends out of capital or effectively out of capital may result in an immediate reduction of the net asset value of the relevant Class. Class C1 (USD), Class C2 (HKD), Class C3 (RMB), Class C4 (RMB-H) and Class C5 (HKD-H): Currently no distribution.

\# The Manager may at its discretion pay dividend out of gross income while charging/paying all or part of the Sub-Fund's fees and expenses to/out of the capital of the Sub-Fund (resulting in an increase in distributable income for the payment of dividends by the Sub-Fund), and thereby effectively pay distributions out of capital of the Sub-Fund.

Ongoing charges over a year:	Class A1 (USD):	0.44%*
	Class A2 (HKD):	0.45%*
	Class A3 (RMB):	0.45%*
	Class A4 (RMB-H):	0.44%**
	Class A5 (HKD-H):	0.44%**
	Class A6 (EUR-H):	0.44%**
	Class A7 (GBP-H):	0.44%**
	Class A8 (CAD-H):	0.44%**
	Class A9 (AUD-H):	0.44%**
	Class A10 (NZD-H):	0.44%**
	Class A11 (SGD-H):	0.44%**
	Class A12 (JPY-H):	0.44%**
	Class A13 (CHF-H):	0.44%**
	Class C1 (USD):	0.44%**
	Class C2 (HKD):	0.44%**
	Class C3 (RMB):	0.44%**
	Class C4 (RMB-H):	0.44%**
	Class C5 (HKD-H):	0.44%**

* The ongoing charges figure is based on the annualised ongoing expenses of the respective class for the 6-month period ending 31 December 2021, expressed as a percentage of the average net asset value of the relevant class for the corresponding period. This figure may vary from year to year.

** These figures are the Manager's best estimate of the expenses and the average net asset value of the respective classes over a 12-month period based on information available on other classes already launched with a similar fee structure, as these classes are newly established or had no asset under management during part or all of the corresponding period. The actual figures may be different upon actual operation of the classes and may vary from year to year.

Financial year end of this fund: 30 June

Min. investment:

Class	Minimum Subscription Amount	Minimum Subsequent Subscription Amount
Class A1 (USD)	USD1,000	USD1,000
Class A2 (HKD)	HKD10,000	HKD10,000
Class A3 (RMB)	RMB10,000	RMB10,000
Class A4 (RMB-H)	RMB10,000	RMB10,000
Class A5 (HKD-H)	HKD10,000	HKD10,000
Class A6 (EUR-H)	EUR1,000	EUR1,000
Class A7 (GBP-H)	GBP1,000	GBP1,000
Class A8 (CAD-H)	CAD1,000	CAD1,000
Class A9 (AUD-H)	AUD1,000	AUD1,000
Class A10 (NZD-H)	NZD2,000	NZD2,000
Class A11 (SGD-H)	SGD1,000	SGD1,000
Class A12 (JPY-H)	JPY100,000	JPY100,000
Class A13 (CHF-H)	CHF1,000	CHF1,000
Class C1 (USD)	USD1,000	USD1,000
Class C2 (HKD)	HKD10,000	HKD10,000
Class C3 (RMB)	RMB10,000	RMB10,000
Class C4 (RMB-H)	RMB10,000	RMB10,000
Class C5 (HKD-H)	HKD10,000	HKD10,000

What is this product?

BOCHK All Weather Short Term Bond Fund (the "**Sub-Fund**") is a sub-fund of BOCHK Wealth Creation Series which is an umbrella unit trust governed by the laws of Hong Kong.

Objective and Investment Strategy

Objective

The investment objective of the Sub-Fund is to provide income and capital growth from a managed portfolio of short duration fixed income securities.

Investment Strategy

The Sub-Fund aims to achieve its investment objective by investing at least 70% of its latest available Net Asset Value in fixed income securities including bonds, convertible bonds, contingent convertible bonds, bills, notes*, money market instruments and other fixed or floating rate securities issued by governments (including local governments), government agencies, supra-nationals, banks or companies, as well as deposits. The average duration of the Sub-Fund's investments as a whole is maintained at a level not exceeding 1.5 years. Such fixed income securities may be denominated in any currencies. While the Manager does not intend to focus investments in any specific country or geographical region, investments in any country or region may be concentrated, depending on the Manager's assessment of the market conditions at different times.

In respect of credit ratings of the underlying fixed income securities:

- For offshore fixed income securities issued outside of Mainland China, the Sub-Fund will invest in investment grade fixed income securities and will not invest in non-investment grade fixed income securities. In respect of the foregoing, "**investment grade**" means a rating of BBB- or above from Standard & Poor's, Baa3 or above from Moody's or an equivalent rating from any internationally recognized credit rating agency for the fixed income securities or the relevant issuer.

- For onshore fixed income securities issued in Mainland China, the Sub-Fund will invest in fixed income securities with at least AA+ and will not invest in fixed income securities rated below AA+, as assigned by one of the local rating agencies recognized by the relevant authorities of Mainland China on the fixed income securities or the relevant issuer.

While these credit ratings provided by the relevant rating agencies serve as a point of reference, the Manager will conduct its own assessment on the credit quality based on various factors. Notwithstanding the foregoing, the Sub-Fund may invest in unrated fixed income securities, i.e. both the fixed income securities and the relevant issuer are not rated. In such case, the Manager will refer to the rating of the guarantor of the fixed income securities in order to align with the credit rating requirements as set out above (i.e. being investment grade or at least AA+ (as the case may be)).

The Sub-Fund's exposure to RMB-denominated debt securities issued in Mainland China will be obtained through available means, including but not limited to investment through the Manager's Qualified Foreign Investor ("**QFI**") status, China Interbank Bond Market, mutual bond market access between Mainland China and Hong Kong ("**Bond Connect**"), or through other collective investment schemes including QFI funds (i.e. funds that are authorized by the SFC and eligible to directly invest in the Mainland China market through QFI) or such other means as permitted by the relevant regulatory authorities from time to time. The Sub-Fund's total investment in the Mainland China domestic market will be in aggregate up to 20% of the Sub-Fund's latest available Net Asset Value.

The Sub-Fund may invest up to 30% of its latest available Net Asset Value in collateralized and/or securitized products (such as asset backed securities or mortgage backed securities).

The Sub-Fund may also invest up to 30% of its latest available Net Asset Value in collective investment schemes (some of which may in turn invest in, inter alia, a variety of credit assets) or portfolios managed by the Manager or external asset managers, including QFI funds and exchange traded funds ("**ETFs**") (including synthetic ETFs (i.e. ETFs that track an index by investing primarily in derivative instruments)).

The Sub-Fund's exposure to debt instruments with loss absorption features (including contingent convertible bonds, additional Tier 1 capital and Tier 2 capital instruments, subordinated debts, total loss absorbing capacity eligible securities, etc.) shall not exceed 30% of its latest available Net Asset Value. These instruments may be subject to contingent write-down or contingent conversion to ordinary shares on the occurrence of trigger event(s).

The Sub-Fund may invest up to 10% of its latest available Net Asset Value in urban investment bonds (i.e. debt instruments issued by local government financing vehicles ("**LGFVs**") and traded in the Mainland China exchange-traded bond market and inter-bank bond market). These LGFVs are separate legal entities established by local governments and/or their affiliates to raise financing for local development, public welfare investment or infrastructure projects.

Further, the Sub-Fund will not invest more than 10% of its latest available Net Asset Value in securities issued by or guaranteed by any single sovereign that is rated non-investment grade and/or unrated (including its government, public or local authority).

* Notes (including participatory notes) will be used to obtain exposure to debt instruments from markets to which access is restricted. The exposure to participatory notes will be limited to 10% of Sub-Fund's latest available Net Asset Value.

The Sub-Fund may temporarily hold 100% of its assets in cash or cash equivalents in adverse market conditions for the purposes of managing downside risk or liquidity, should the Manager deem such strategy necessary under exceptional circumstances such as a significant market downturn or market crisis.

The Sub-Fund will enter into financial derivative instruments, such as foreign exchange derivatives and/or interest rate derivatives, for hedging purposes. The Manager may, on behalf of the Sub-Fund, enter into Sale and Repurchase Transactions for up to 25% of the Sub-Fund's latest available Net Asset Value (aggregated with any borrowing) on a temporary basis for the purpose of meeting redemption requests or defraying operating expenses only, but the Manager will not engage in other Securities Financing Transactions on behalf of the Sub-Fund. Prior approval will be sought from the SFC and not less than 1 month's notice will be given to affected Unitholders if there is a change in such practice.

Use of derivatives

The Sub-Fund's net derivative exposure may be up to 50% of Sub-Fund's latest available net asset value.

What are the key risks?

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

Market 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 of the repayment of principal or dividend or distribution payments.

Concentration risk

- The Sub-Fund may from time to time focus its investments in certain markets (such as the Mainland China domestic market). The value of the Sub-Fund may be more volatile than that of a fund having a more diversified portfolio of assets. 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 relevant markets.

Mainland China market risk

- The Sub-Fund may be subject to the risks of investing in Mainland China market.

Emerging markets risk

- The Sub-fund invests in emerging markets which 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.

Currency risk

- The Sub-Fund may invest in securities quoted in currencies other than the Sub-Fund's base currency (US Dollar). Also a class of units may be designated in a currency other than the base currency of the Sub-Fund. The Sub-Fund's value may fluctuate in response to fluctuations in exchanges rates between such currencies and the US Dollar and by changes in exchange rate controls.

Risks relating to debt securities

- *Credit risk:* Investment in debt securities is subject to the credit/default risk of the issuers of the debt securities that the Sub-Fund may invest in.

- *Interest rate risk:* Debt securities are subject to interest rate risk. Generally, the prices of debt securities rise when interest rates fall, vice versa.

- *Volatility and liquidity risk:* The debt securities in the Mainland China market or emerging markets may be subject to higher volatility and lower liquidity compared to more developed markets. The price of securities traded in such markets may be subject to fluctuations. The bid and offer spreads of the price of such securities may be large and the Sub-Fund may incur significant trading costs.

- *Downgrading risk:* Investment grade securities or their issuers may be subject to the risk of being downgraded. In the event of downgrading, the value of the Sub-Fund may be adversely affected. The Manager may or may not be able to dispose of the debt instruments which (or the issuers of which) are being downgraded.

- *Risks associated with debt securities rated below investment grade (by an internationally recognised credit agency) or rated below AA+ (by a Mainland China credit rating agency) or unrated:* The Sub-Fund may invest in debt securities rated below investment grade (by an internationally recognised credit agency) or rated below AA+ (by a Mainland China credit rating agency) or unrated. Such securities are generally subject to lower liquidity, higher volatility and greater risk of loss of principal and interest than high-rated debt securities.

- *Sovereign debt risk:* The Sub-Fund's investment in securities issued or guaranteed by government may be exposed to political, social and economic risks. In adverse situations the sovereign issuers may not be able or willing to repay the principal and/or interest when due or may request the Sub-Fund to participate in restructuring such debts. The Sub-Fund may suffer significant losses when there is a default of sovereign debt issuers.

- *Risk associated with collateralized and/or securitized products such as asset backed securities (including asset backed commercial papers) or mortgage backed securities:* The Sub-Fund may invest in collateralized and/or securitized products such as asset backed securities (including asset backed commercial papers) or mortgage backed securities which may be highly illiquid and prone to substantial price volatility. These instruments may be subject to greater credit, liquidity and interest rate risk compared to other debt securities. They are often exposed to extension and prepayment risks and risks that the payment obligation relating to the underlying assets are not met, which may adversely impact the returns of the securities.

- *Valuation risk:* Valuation of the Sub-Fund's investments may involve uncertainties and judgmental determinations. If such valuation turns out to be incorrect, this may affect the Net Asset Value calculation of the Sub-Fund.

- *Risk related to credit ratings:* Credit ratings assigned by rating agencies are subject to limitations and do not guarantee the creditworthiness of the security and/or issuer at all times.

- *Credit rating agency risk:* The credit appraisal system in Mainland China and the rating methodologies employed in Mainland China may be different from those employed in other markets. Credit ratings given by rating agencies in Mainland China may therefore not be directly comparable with those given by other international rating agencies.

- *Risks associated with China Interbank Bond Market and Bond Connect:* Investing in the China Interbank Bond Market (CIBM) via Foreign Access Regime and/or Bond Connect is subject to regulatory risks and various risks such as volatility risk, liquidity risk, settlement and counterparty risk as well as other risk factors typically applicable to debt securities. The relevant rules and regulations are subject to change which may have potential retrospective effect.

Risks associated with investment made through QFI regime or QFI funds

- The Sub-Fund's ability to make the relevant investments or to fully implement or pursue its investment objective and strategy is subject to the applicable laws, rules and regulations (including restrictions in investments) in Mainland China, which are subject to change and such change may have potential retrospective effect.

- The Sub-Fund may suffer substantial losses if the approval of the QFI is being revoked/terminated or otherwise invalidated as the Sub-Fund or QFI fund may be prohibited from trading of relevant securities, or if any of the key operators or parties (including QFI custodian or brokers) is bankrupt or in default and/or is disqualified from performing its obligations (including execution or settlement of any transaction or transfer of monies or securities).

Mainland China tax risk

- There are risks and uncertainties associated with the current Mainland China tax rules and practices, the changes to which may have retrospective effect. Any increased tax liabilities on the Sub-Fund may adversely affect the Sub-Fund's value.

- In light of Caishui [2018] No. 108 and based on professional and independent tax advice, the Sub-Fund will make a 6% value added tax ("**VAT**") provision on the Sub-Fund's interest income derived from Mainland China fixed income instruments (other than (i) interest income from PRC Government Bonds issued by the Ministry of Finance or approved local government bonds and (ii) interest income from Mainland China fixed income instruments derived for the period from 7 November 2018 to 6 November 2021). Local surcharges at 12% of the VAT amount will also be made.

- If the Sub-Fund has greater tax liabilities in Mainland China than provided for, any shortfall between the provision and actual tax liabilities will be debited from the Sub-Fund's assets and cause the Sub-Fund's Net Asset Value to be adversely affected. The actual tax liabilities may be lower than the tax provision made. Depending on the timing of their subscriptions and/or redemptions, investors may be disadvantaged as a result of any shortfall of tax provision and will not be entitled or have any right to claim any part of such overprovision.

RMB currency risk/Risks relating to RMB denominated securities

- Non-RMB based investors investing in the RMB Units will incur currency conversion costs and may suffer losses depending on the exchange rate movements of RMB relative to the investors' base currencies (e.g. Hong Kong dollars) and by changes in exchange rate controls. There is no guarantee that RMB will not depreciate.

- While the offshore RMB (known as "**CNH**") and the onshore RMB (known as "**CNY**") represent the same currency, they trade at different rates. Any divergence between CNH and CNY may adversely impact investors.

- RMB is currently not a freely convertible currency and is subject to foreign exchange controls and repatriation restrictions. Under exceptional circumstances, payment of redemptions and/or dividend payment in RMB may be delayed due to the exchange controls and restrictions applicable to RMB.

Risks of investing in convertible bonds

- Convertible bonds are a hybrid between debt and equity, permitting holders to convert into shares in the company issuing the bond at a specified future date. As such, convertibles will be exposed to equity movement and greater volatility than straight bond investments. Investments in convertible bonds are subject to the same interest rate risk, credit risk, liquidity risk and prepayment risk associated with comparable straight bond investments.

Risks associated with investments in debt instruments with loss-absorption features (LAP)

- Debt instruments with loss-absorption features are subject to greater risks when compared to traditional debt instruments as such instruments are typically subject to the risk of being written down or converted to ordinary shares upon the occurrence of a pre-defined trigger events (e.g. when the issuer is near or at the point of non-viability or when the issuer's capital ratio falls to a specified level), which are likely to be outside of the issuer's control. Such trigger events are complex and difficult to predict and may result in a significant or total reduction in the value of such instruments.

- In the event of the activation of a trigger, there may be potential price contagion and volatility to the entire asset class. Debt instruments with loss-absorption features may also be exposed to liquidity, valuation and sector concentration risk.

- The Sub-Fund may invest in contingent convertible debt securities, commonly known as CoCos, which are highly complex and are of high risk. Upon the occurrence of the trigger event, CoCos may be converted into shares of the issuer (potentially at a discounted price), or may be subject to the permanent write-down to zero. Coupon payments on CoCos are discretionary and may be cancelled by the issuer at any point, for any reason, and for any length of time.

- The Sub-Fund may invest in senior non-preferred debts. While these instruments are generally senior to subordinated debts, they may be subject to write-down upon the occurrence of a trigger event and will no longer fall under the creditor ranking hierarchy of the issuer. This may result in total loss of principal invested.

Risks of investing in other collective investment schemes

- The Sub-Fund will be subject to the risks associated with the underlying funds. The Sub-Fund does not have control of the investments of the underlying funds and there is no assurance that the investment objective and strategy of the underlying funds will be successfully achieved which may have a negative impact to the Net Asset Value of the Sub-Fund.

- The underlying funds in which the Sub-Fund may invest may not be regulated by the SFC. There may be additional costs involved when investing into these underlying funds. 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.

Risks relating to sale and repurchase transactions

- In the event of the failure of the counterparty with which collateral has been placed, the Sub-Fund may suffer loss as there may be delays in recovering collateral placed out or the cash originally received may be less than the collateral placed with the counterparty due to inaccurate pricing of the collateral or market movements.

Risks associated with distribution out of capital

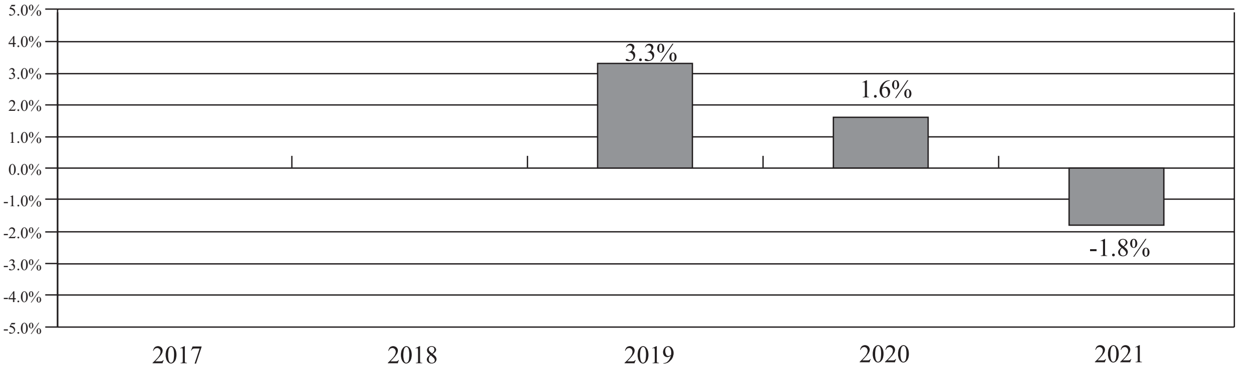
- Payment of dividends out of capital or effectively out of capital represents a return or withdrawal of part of the amount the investors originally invested or from any capital gains attributable to the original investment. Any such distributions will result in an immediate reduction in the Net Asset Value of the relevant Class of Units.

- The distribution amount and Net Asset Value of the hedged classes may be adversely affected by differences in the interest rates of the reference currency of the hedged classes and the Sub-Fund's base currency, resulting in an increase in the amount of distribution that is paid out of capital and hence a greater erosion of capital than other non-hedged classes.

Risks relating to hedging and the hedged classes

- There can be no assurance that any currency hedging strategy will fully and effectively eliminate the currency exposure of the Sub-Fund. Hedging strategies may preclude investors from benefiting from an increase in the value of the Sub-Fund's base currency.

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 dividend reinvested.
- These figures show by how much the Class A1 (USD) increased or decreased in value during the calendar year being shown. Performance data has been calculated in USD including ongoing charges and excluding subscription fee and redemption fee you might have to pay.
- Where no past performance is shown there was insufficient data available in that year to provide performance.
- Sub-Fund launch date: 2018
- Class A1 (USD) launch date: 2018
- The Manager views Class A1(USD), being the retail unit class denominated in the Sub-Fund's base currency, as the most appropriate representative unit class.

Is there any guarantee?

The Sub-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 Sub-Fund.

Fee	What you pay
Subscription fee (Preliminary charge) (% of Issue Price)	Up to 3%
Switching fee (% of Issue Price of the new class)	Up to 3%
Redemption fee (% of Redemption Price)	Nil*

Ongoing fees payable by the Sub-Fund

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

Annual rate (as a % of the Sub-Fund's net asset value)

Management fee	0.3%*
Trustee fee	Up to 0.125%, subject to a minimum monthly fee of USD2,500*
Custody fees	Up to 0.3%
Performance fee	Not applicable

The fee rates set out in this section are applicable to classes of Units on page 1 of this statement.

* The fees and charges may also be increased up to the maximum level as specified in the offering document by giving at least one month's prior notice to investors. Please refer to the offering document for further details.

Other fees

You may have to pay other fees and charges when dealing in the Sub-Fund.

Additional Information

- You generally buy and redeem units at the Sub-Fund's next-determined subscription price and redemption price with reference to the net asset value after the Authorised Distributors, the Manager or the Trustee receive your request in good order on or before 12 noon (HK Time), being the dealing cut-off time. Authorised Distributors may impose different dealing deadlines for receiving requests from investors.

- The net asset value of the Sub-Fund is calculated and the price of units is published on each Business Day.

- The composition of the distributions (i.e. the relative amounts paid out of (i) net distributable income and (ii) capital) for the last 12 months are available by the Manager on request and also on the Manager's website at www.bochkam.com. Please note that the aforesaid website 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.