

BOCIP Hong Kong Low Volatility Equity Fund[◆]

Important Notes:

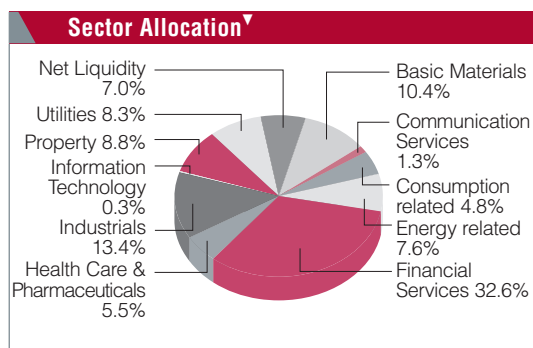
- Investment involves risks and the BOCIP Hong Kong Low Volatility Equity Fund (the "Sub-Fund") may not be suitable for everyone. Past performance is not indicative of future performance. The Sub-Fund is subject to market and exchange rate fluctuations and to the risks inherent in all investments. Price of Units and the income (if any) generated from the Sub-Fund may go down as well as up. Investors could face no returns and/or suffer significant loss related to the investments. There is no guarantee in respect of repayment of principal.
- The key risks to which the Sub-Fund is subject to include: general investment risk, currency risk, risk in connection with the investment strategy, equity market risk, risks relating to investment in exchange traded funds ("ETFs"), real estate investment trusts "REITs" risks, liquidity risk, concentration risk, specific risks associated with investments in H shares and red-chip companies listed on the SEHK and other Hong Kong-listed stocks, derivative instruments risk and potential conflicts of interest.
- The Sub-Fund is subject to the risk in connection with the investment strategy. There is a possibility that the Manager's internal selection process may not effectively achieve a reduced level of volatility and the Sub-Fund's value may be adversely affected. Investors should note that lower volatility does not necessarily mean lower risk.
- Please refer to the offering document of the Sub-Fund for further details including investment objectives and policies, charges and expenses, and risk factors, before making any investment decision.

INVESTMENT OBJECTIVES AND POLICIES

The BOCIP Hong Kong Low Volatility Equity Fund seeks to provide investors with medium-term capital growth by investing primarily in equity securities listed or to be listed on the Stock Exchange of Hong Kong Limited ("SEHK"), including H shares, red-chip companies, exchange traded funds ("ETFs") (including ETFs managed by the Manager) and real estate investment trusts ("REITs"). The Manager will invest at least 70% of the Sub-Fund's non-cash assets in equity securities, ETF and REITs so as to achieve the investment objectives of the Sub-Fund. Cash or deposits may be considered when appropriate. The Sub-Fund seeks to achieve a reduced level of volatility against the broad market. Stock selection is based on identifying stocks with lower volatility and other characteristics based on the Manager's internal selection process.

	Cumulative Performance in HKD [Gross Distribution Reinvested] ^{ΔΔ}						Calendar Year Performance in HKD ^{ΔΔ}				
Class A	3 Months	Year to date	1 Year	3 Years	5 Years	Since Inception	2018	2019	2020	2021	2022
	14.13%	-4.74%	-4.74%	-8.06%	-10.11%	37.76%	-9.40%	7.91%	-6.00%	2.67%	-4.74%

Top 10 Holdings	
1 CHINA CONSTRUCTION BANK-H	8.7%
2 CK INFRASTRUCTURE HOLDINGS L	8.2%
3 SHANDONG GOLD MINING CO LT-H	6.5%
4 AGRICULTURAL BANK OF CHINA-H	5.8%
5 SINO BIOPHARMACEUTICAL	5.5%
6 MTR CORP	5.5%
7 YANKUANG ENERGY GROUP CO-H	5.4%
8 HONG KONG EXCHANGES & CLEAR	5.1%
9 IND & COMM BK OF CHINA-H	4.2%
10 ZHONGSHENG GROUP HOLDINGS	4.2%



Fund Data (Class A)	
Investment Manager	BOCI-Prudential Asset Management Limited
Fund Size (Million)	HKD 15.93
Inception Date	21 August 2015
Base Currency	HKD
Management Fee (p.a.)	1.5% of the net asset value, up to a maximum of 2%*
Initial Charge	Up to 5% of issue price
Switching Fee	1% [▲] or Nil ^{▲▲}
NAV per Unit	HKD 13.7762
12 months NAV ^{††}	Highest: HKD 14.6538 Lowest: HKD 11.0586
Risk Level [◆]	High
Morningstar Overall Rating [™]	★★★★★
Standard Deviation	19.44%
Bloomberg Ticker	BHKLVEF HK EQUITY
ISIN Code	HK0000265436

MANAGER'S COMMENT^{##}

- In November, Hong Kong's total exports and imports decreased by 24.1% and 20.3% year-on-year (YoY) respectively. Total exports to Asia dropped by 25.9%. Exports to Japan, Mainland China, the Philippines, Vietnam and Taiwan recorded a significant decline.
- The seasonally adjusted unemployment rate edged down further to 3.7% in September – November. In particular, the unemployment rate of food and beverage service activities fell by 0.3 percentage point to 5.1% while that of the retail sector also decreased by 0.2 percentage point to 5.0%.
- In China, retail sales of consumer goods in November decreased by 5.9% YoY. Year-to-date (YTD) online sales of physical goods in November, which constitutes over a quarter of total retail sales, grew by 6.4% YoY.
- In December, investments in Communication Services and Basic Materials sectors detracted value. As of the end of December, the Sub-Fund's volatility was kept significantly below market volatility.

The value of the investment products managed by BOCI-Prudential Asset Management Limited represents 0.0% of the Sub-Fund's fund size.

[◆] The Sub-Fund is approved as "Eligible Collective Investment Scheme" under "Capital Investment Entrant Scheme" ("CIES") of Hong Kong Special Administrative Region ("HKSAR"). The HKSAR Government has announced that the CIES has been suspended with effect from 15 January 2015 until further notice. The Immigration Department of HKSAR ("Immigration Department") will continue to process applications received on or before 14 January 2015, whether already approved (including approval-in-principle and formal approval) or still being processed. For further details and the related Frequently Asked Questions, please visit the website of the Immigration Department at http://www.immd.gov.hk/eng/services/visas/capital_investment_entrant_scheme.html.

^{##} The manager's comment above solely reflects the opinion, view and interpretation of the fund managers as of the date of issuance of this document. Investors should not solely rely on such information to make any investment decision.

^{ΔΔ} Past performance is not indicative of future performance. Price of Units and the income (if any) generated from the Sub-Fund may go down as well as up. Fund performance is calculated in sub-fund's base currency on NAV-to-NAV basis with gross distribution reinvested. The data for "Standard Deviation" and "Morningstar Overall Rating[™]" will not be shown for sub-funds with less than 3-year history. "Standard Deviation", a risk measurement, is based on the sub-fund's monthly return over the past 3 years in sub-fund's base currency.

[▼] With effect from 17 December 2018, sector classification methodology for the Sub-Fund has been updated slightly. Accordingly, the sector allocation has been restructured and the sector named "Telecom" has been replaced by "Communication Services".

* The Manager may increase the rate of management fee, up to a specified permitted maximum, by giving Unitholders at least three (3) months' prior notice.

[▲] For switching into units of a sub-fund which is not a Money Market Sub-Fund (as defined in the Explanatory Memorandum).

^{▲▲} For switching into units of a Money Market Sub-Fund.

^{††} 12 Months Highest/Lowest NAV per Unit was calculated by reference to the NAV per Unit on each month's last dealing day.

[†] Data Source – © 2022 Morningstar, Inc. All Rights Reserved.

[◆] Risk levels are categorized into low, low to medium, medium, medium to high and high. The risk levels are determined by BOCI-Prudential Asset Management Limited based on the investment mix of each Sub-Fund and/or its underlying investments, and represent only the views of BOCI-Prudential Asset Management Limited in respect of the relevant Sub-Fund. Such risk levels are for reference only and should not be regarded as investment advice. You should not rely on the risk levels only when making any investment decision. The risk level is determined based on data as at 31 December 2021 and will be reviewed and (if appropriate) updated at least annually without prior notice, taking into account the prevailing market circumstances. If you are in doubt about the information of risk level, you should seek independent financial and professional advice.

This document is issued by BOCI-Prudential Asset Management Limited and has not been reviewed by the SFC.

Fund Manager and Factsheet Issuer: BOCI-Prudential Asset Management Limited