

Grant Schools Provident Fund

Financial Bulletin for the Quarter Ended 28 February 2023

Key Financial Data

		Quarter ended <u>28.2.2023</u>	Quarter ended <u>30.11.2022</u>
Contributors' Account (HK\$ million)	(a)	3,068	3,052
Net Assets (HK\$ million)	(b)	3,284	3,213
Asset cover (%)	(b) / (a) * 100	107.1	105.3

Market Commentaries

- The US Federal Reserve raised interest rate by 0.5% and 0.25% in December 2022 and February 2023 respectively, milder than the previous quarter. With significant uncertainties on the labour market and inflation, market took a wait-and-see position with the pace of future rate hikes by the Federal Reserve.
- The US 10-year Government bond yield increased from around 3.6% by the end of November 2022 to around 3.9% by the end of February 2023.
- For the quarter ended 28 February 2023, the Hang Seng Index increased by about 6.4% from 18,597 as at the end of November 2022 to 19,785 by the end of February 2023, while the Dow Jones Industrial Average Index decreased by about 5.6% from 34,589 to 32,656 during the same period.

Changes of Key Market Indicators In Percentage

	Currency <u>(Change vs. HKD)</u>	Equity <u>(in original currency)</u>	Bond <u>(in original currency)</u>
Hong Kong	N/A	+6.39	+1.41
USA	+0.56	-2.70	-0.37
Canada	+0.14	-1.13	-1.23
UK	+2.23	+4.00	-5.50
Germany	+3.58	+6.72	-4.76
Japan	+3.02	-1.87	-0.42
Australia	+1.26	-0.30	-1.34
Mainland China	+3.16	+4.07	+0.64

Major Investment Activities During The Quarter

Hong Kong equities	Maintained
Hong Kong debt securities	Maintained
Overseas equities	Reduced for asset re-balancing purpose
Overseas debt securities	Maintained
Cash and net accounts receivable	Maintained

Net Asset Allocation In Value

	28.2.2023 (HK\$ million)	30.11.2022 (HK\$ million)
Hong Kong equities (HKE)	557	522
Hong Kong debt securities (HKDS)	454	450
Overseas equities (OE)	1,264	1,295
Overseas debt securities (ODS)	573	577
Cash and net accounts receivable (CH/NAR)	436	369
	3,284	3,213

Net Asset Allocation In Percentage

