

Grant Schools Provident Fund
Financial Bulletin for the Quarter Ended 31 August 2019

Key Financial Data

		Quarter ended <u>31.8.2019</u>	Quarter ended <u>31.5.2019</u>
Contributors' Account (HK\$ million)	(a)	3,227	3,187
Net Assets (HK\$ million)	(b)	3,834	3,711
Asset cover (%)	(b) / (a) * 100	118.8	116.4

Market Commentaries

- The US Federal Reserve reduced interest rate by 0.25% in July 2019, in line with the market expectation.
- The US 10-year Government bond yield further decreased from around 2.1% as at end of May 2019 to around 1.5% by end of August 2019, and global bond prices increased in general.
- For the quarter ended 31 August 2019, the Hang Seng index decreased by about 4.4% from 26,901 as at end of May 2019 to 25,724 by end of August 2019, while the Dow Jones Industrial Average Index increased by about 6.4% from 24,815 to 26,403 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	-4.37	+2.10
USA	-0.07	+6.34	+4.21
Canada	+1.67	+2.52	+2.36
UK	-3.44	+0.63	+6.71
Germany	-1.24	+1.81	+4.31
Japan	+2.22	+0.50	+2.72
Australia	-2.82	+3.18	+4.31
Mainland China	-3.20	-0.43	N/A

Major Investment Activities During The Quarter

Hong Kong equities	Maintained
Hong Kong debt securities	Asset re-balancing
Overseas equities	Maintained
Overseas debt securities	Maintained
Cash and net accounts receivable	Maintained

Net Asset Allocation In Value

	31.8.2019 (HK\$ million)	31.5.2019 (HK\$ million)
Hong Kong equities (HKE)	644	661
Hong Kong debt securities (HKDS)	518	561
Overseas equities (OE)	1,312	1,251
Overseas debt securities (ODS)	651	625
Cash and net accounts receivable (CH/NAR)	709	613
	<u>3,834</u>	<u>3,711</u>

Net Asset Allocation In Percentage

