

Subsidized Schools Provident Fund
Financial Bulletin for the Quarter Ended 28 February 2015

Key Financial Data

		Quarter ended <u>28.2.2015</u>	Quarter ended <u>30.11.2014</u>
Contributors' Account (HK\$ million)	(a)	60,128	56,602
Net Assets (HK\$ million)	(b)	71,186	69,619
Asset cover (%)	(b) / (a)	118.4	123.0 *

Market Commentaries

- Janet Yellen expressed on 24 February 2015 that the Federal Reserve was preparing to consider interest rate hikes on a "meeting-by-meeting" basis. Global investors generally interpreted Yellen's testimony likely indicating a later date liftoff.

- Released on 27 February 2015, Japan's inflation slowed for a sixth straight month in January. The core consumer-price index rose a marginal 0.2% from a year earlier in January, far short of the Bank of Japan's goal of 2% inflation.

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	+3.48	+1.04
USA	+0.01	+1.79	+1.14
Canada	-8.68	+3.32	+4.41
UK	-1.31	+3.33	+2.08
Germany	-10.02	+14.24	+3.31
Japan	-0.71	+7.66	+0.55
Australia	-8.28	+11.33	+4.29
Mainland China	-1.97	+23.39	N/A

* Before 2013/14 School Year's dividend

Major Investment Activities During The Quarter

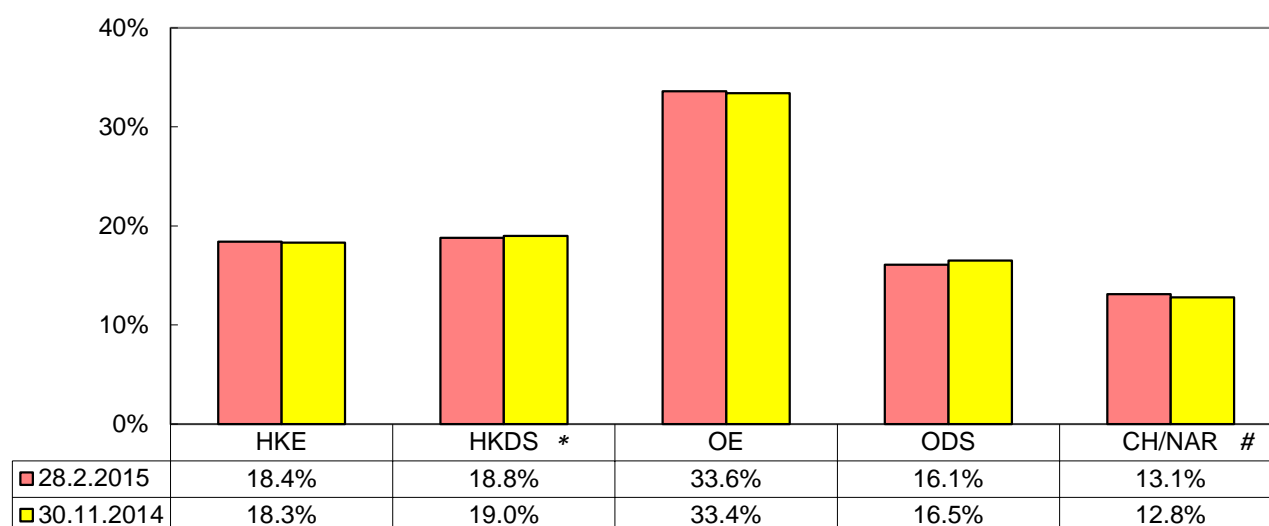
Hong Kong equities	Maintained
Hong Kong and offshore RMB debt securities	Maintained
Overseas equities	Maintained
Overseas debt securities	Maintained
Cash and net accounts receivable	Overweighted

0

Net Asset Allocation In Value

	28.2.2015 (HK\$ million)	30.11.2014 (HK\$ million)
Hong Kong equities (HKE)	13,117	12,733
Hong Kong and offshore RMB debt securities (HK/RMBDS) *	13,393	13,230
Overseas equities (OE)	23,886	23,232
Overseas debt securities (ODS)	11,483	11,496
Cash and net accounts receivable (CN/NAR) #	9,307	8,928
	<u>71,186</u>	<u>69,619</u>

Net Asset Allocation In Percentage



* Include offshore RMB bonds.

Include deposits denominated in RMB.