

Subsidized Schools Provident Fund

Financial Bulletin for the Quarter Ended 31 May 2019

Key Financial Data

		Quarter ended <u>31.5.2019</u>	Quarter ended <u>28.2.2019</u>
Contributors' Account (HK\$ million)	(a)	73,754	72,830
Net Assets (HK\$ million)	(b)	87,254	86,836
Asset cover (%)	(b) / (a) *100	118.3	119.2

Market Commentaries

- On market expectation of a possible interest rate cut in the US in 2019, the US 10-year Government bond yield further decreased from around 2.7% as at end of February 2019 to around 2.1% by end of May 2019.
- For the quarter ended 31 May 2019, affected by the accelerated trade tension between the US and China, the Hang Seng index decreased by about 6% from 28,633 as at end of February 2019 to 26,901 by end of May 2019, while the Dow Jones Industrial Average Index also decreased by about 4.2% from 25,916 to 24,815 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	-6.05	+1.84
USA	-0.12	-1.16	+4.00
Canada	-2.70	+0.24	+3.32
UK	-5.35	+1.23	+4.97
Germany	-2.26	+1.83	+2.71
Japan	+2.41	-3.67	+1.42
Australia	-2.73	+3.82	+4.64
Mainland China	-3.76	-1.44	N/A

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	Maintained

Net Asset Allocation In Value

	31.5.2019 <u>(HK\$ million)</u>	28.2.2019 <u>(HK\$ million)</u>
Hong Kong equities (HKE)	16,860	17,919
Hong Kong and offshore RMB debt securities (HK/RMBDS)	13,448	13,362
Overseas equities (OE)	33,246	33,264
Overseas debt securities (ODS)	12,710	12,369
Cash and net accounts receivable (CH/NAR)	10,990	9,922
	<u>87,254</u>	<u>86,836</u>

Net Asset Allocation In Percentage

