

## Subsidized Schools Provident Fund

### Financial Bulletin for the Quarter Ended 31 May 2022

#### Key Financial Data

		Quarter ended <u>31.5.2022</u>	Quarter ended <u>28.2.2022</u>
Contributors' Account (HK\$ million)	(a)	78,169	77,932
Net Assets (HK\$ million)	(b)	92,335	97,655
Asset cover (%)	(b) / (a) *100	118.1	125.3

#### Market Commentaries

- The US Federal Reserve raised interest rate by 0.25% and 0.5% in March and May 2022 respectively. Markets expected more aggressive tightening of monetary policy by major central banks amid high inflation.
- The US 10-year Government bond yield increased from around 1.8% by the end of February 2022 to around 2.8% by the end of May 2022.
- For the quarter ended 31 May 2022, the Hang Seng index decreased by about 5.7% from 22,713 as at the end of February 2022 to 21,415 by the end of May 2022, while the Dow Jones Industrial Average Index decreased by about 2.7% from 33,892 to 32,990 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	-5.71	-4.01
USA	+0.41	-5.53	-5.82
Canada	+0.69	-1.88	-5.93
UK	-5.69	+2.00	-8.86
Germany	-4.24	-0.50	-7.44
Japan	-10.11	+2.84	-1.03
Australia	-0.74	+1.80	-7.58
Mainland China	-5.00	-7.97	+0.93

## Major Investment Activities During The Quarter

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

## Net Asset Allocation In Value

	<u>31.5.2022</u> <u>(HK\$ million)</u>	<u>28.2.2022</u> <u>(HK\$ million)</u>
Hong Kong equities (HKE)	15,703	16,839
Hong Kong and RMB debt securities (HK/RMBDS)	15,130	15,813
Overseas equities (OE)	33,397	36,301
Overseas debt securities (ODS)	11,920	12,793
Cash and net accounts receivable (CH/NAR)	16,185	15,909
	<u>92,335</u>	<u>97,655</u>

## Net Asset Allocation In Percentage

