

Subsidized Schools Provident Fund

Financial Bulletin for the Quarter Ended 31 August 2023

Key Financial Data

		Quarter ended <u>31.8.2023</u>	Quarter ended <u>31.5.2023</u>
Contributors' Account (HK\$ million)	(a)	77,411	76,400
Net Assets (HK\$ million)	(b)	87,475	84,079
Asset cover (%)	(b) / (a) *100	113.0	110.1

Market Commentaries

- The US Federal Reserve raised interest rates by 0.25% in July 2023. Market expected the Federal Reserve would hold interest rates higher for longer.
- The US 10-year Government bond yield increased from around 3.6% by the end of May 2023 to around 4.1% by the end of August 2023.
- During the quarter ended August 2023, the Hang Seng Index increased by about 0.8% from 18,234 as at the end of May 2023 to 18,382 by the end of August 2023, and the Dow Jones Industrial Average Index increased by about 5.5% from 32,908 to 34,721 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	+0.81	-0.03
USA	+0.17	+7.84	-1.59
Canada	+0.64	+3.68	-1.44
UK	+2.42	-0.09	-0.20
Germany	+1.98	+1.81	-0.71
Japan	-3.87	+5.61	-3.13
Australia	+0.25	+3.36	-1.51
Mainland China	-2.63	-2.64	+1.44

Major Investment Activities During The Quarter

Hong Kong equities	Maintained
Hong Kong and RMB 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

	31.8.2023 (HK\$ million)	31.5.2023 (HK\$ million)
Hong Kong equities (HKE)	13,851	13,537
Hong Kong and RMB debt securities (HK/RMBDS)	14,615	14,815
Overseas equities (OE)	33,856	33,007
Overseas debt securities (ODS)	11,162	11,303
Cash and net accounts receivable (CH/NAR)	13,991	11,417
	<u>87,475</u>	<u>84,079</u>

Net Asset Allocation In Percentage

