

Subsidized Schools Provident Fund

Financial Bulletin for the Quarter Ended 30 November 2020

Key Financial Data

		Quarter ended <u>30.11.2020</u>	Quarter ended <u>31.8.2020 (audited)</u>
Contributors' Account (HK\$ million) <i>(After taking into account the 5% dividend for 2019/20 school year)</i>	(a)	78,135	82,204
Net Assets (HK\$ million)	(b)	100,697	100,672
Asset cover (%)	(b) / (a) *100	128.9	122.5

Market Commentaries

- Positive news on COVID-19 vaccine development and less uncertainty over the US presidential election provided support to the global equity markets.
- During the quarter, the US 10-year Government bond yield slightly increased from around 0.7% by end of August 2020 to around 0.8% by end of November 2020.
- For the quarter ended 30 November 2020, the Hang Seng index increased by about 4.6% from 25,177 as at end of August 2020 to 26,341 by end of November 2020, while the Dow Jones Industrial Average Index increased by about 4.2% from 28,430 to 29,638 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	+4.63	+0.95
USA	+0.03	+3.47	-0.45
Canada	+0.57	+4.09	+0.02
UK	-0.26	+5.07	+0.53
Germany	+0.05	+2.67	+1.38
Japan	+1.73	+14.23	+0.27
Australia	-0.33	+7.94	+1.12
Mainland China	+4.33	-0.12	N/A

Major Investment Activities During The Quarter

Hong Kong equities	Maintained
Hong Kong and offshore 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

	<u>30.11.2020</u> <u>(HK\$ million)</u>	<u>31.8.2020</u> <u>(HK\$ million)</u>
Hong Kong equities (HKE)	20,054	18,753
Hong Kong and offshore RMB debt securities (HK/RMBDS)	14,547	14,234
Overseas equities (OE)	39,115	39,270
Overseas debt securities (ODS)	13,611	13,472
Cash and net accounts receivable (CH/NAR)	13,370	14,943
	<u>100,697</u>	<u>100,672</u>

Net Asset Allocation In Percentage

