

Grant Schools Provident Fund
Financial Bulletin for the Quarter Ended 31 May 2017

Key Financial Data

		Quarter ended <u>31.5.2017</u>	Quarter ended <u>28.2.2017</u>
Contributors' Account (HK\$ million)	(a)	2,944	2,907
Net Assets (HK\$ million)	(b)	3,457	3,281
Asset cover (%)	(b) / (a) * 100	117.4	112.9

Market Commentaries

- The US Federal Reserve raised interest rate by 0.25% in March 2017, nevertheless, bond yield has decreased leading to a rise in bond price.
- The result of the French presidential election in May 2017 brought a relief to the near-term populist risk in Europe, both the equity market and the Euro responded positively.
- For the quarter ended 31 May 2017, led by inflow of funds from the Mainland, Hang Seng Index increased by about 8.1% from 23,741 as at end of February 2017 to 25,661 by end of May 2017, while the Dow Jones Industrial Average Index stayed at historical high, increased by about 0.9% from 20,812 to 21,009 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	+8.09	+2.87
USA	+0.39	+2.04	+1.29
Canada	-1.56	-0.32	+2.16
UK	+4.14	+3.53	+1.12
Germany	+6.24	+6.60	-0.99
Japan	+1.57	+2.78	+0.23
Australia	-2.80	0.00	+2.83
Mainland China	+0.93	-3.84	N/A

Major Investment Activities During The Quarter

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

Net Asset Allocation In Value

	31.5.2017 (HK\$ million)	28.2.2017 (HK\$ million)
Hong Kong equities (HKE)	705	645
Hong Kong debt securities (HKDS)	505	494
Overseas equities (OE)	1,115	1,060
Overseas debt securities (ODS)	553	541
Cash and net accounts receivable (CH/NAR)	579	541
	<u>3,457</u>	<u>3,281</u>

Net Asset Allocation In Percentage

