

Subsidized Schools Provident Fund

Financial Bulletin for the Quarter Ended 30 November 2017

Key Financial Data

		Quarter ended <u>30.11.2017</u>	Quarter ended <u>31.8.2017 (Audited)</u>
Contributors' Account (HK\$ million) <i>(After taking into account the 5% dividend for 2016/17 school year)</i>	(a)	69,240	71,789
Net Assets (HK\$ million)	(b)	84,193	83,956
Asset cover (%)	(b) / (a) *100	121.6	116.9

Market Commentaries

- The US Federal Reserve announced in September 2017 the commencement of its debt reduction programme, thereafter, global bond price generally decreased.
- For the quarter ended 30 November 2017, both the Hong Kong and global stock markets continued to increase, Hang Seng index increased by about 4.3% from 27,970 as at end of August 2017 to 29,177 by end of November 2017, while the Dow Jones Industrial Average Index increased by about 10.6% from 21,948 to 24,272 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	+4.32	-1.05
USA	-0.21	+7.12	-1.10
Canada	-2.88	+5.62	+0.28
UK	+4.83	-1.40	-2.20
Germany	+0.08	+8.03	-0.24
Japan	-1.85	+15.67	-0.09
Australia	-4.49	+4.86	+1.90
Mainland China	-0.46	-1.30	N/A

Major Investment Activities During The Quarter

Hong Kong equities	Reduced for asset re-balancing purpose
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

	30.11.2017 <u>(HK\$ million)</u>	31.8.2017 <u>(HK\$ million)</u>
Hong Kong equities (HKE)	19,358	18,446
Hong Kong and offshore RMB debt securities (HK/RMBDS)	12,833	12,933
Overseas equities (OE)	31,192	30,099
Overseas debt securities (ODS)	12,216	12,250
Cash and net accounts receivable (CH/NAR)	8,594	10,228
	<u>84,193</u>	<u>83,956</u>

Net Asset Allocation In Percentage

