

Subsidized Schools Provident Fund

Financial Bulletin for the Quarter Ended 31 May 2025

Key Financial Data

		Quarter ended <u>31.5.2025</u>	Quarter ended <u>28.2.2025</u>
Contributors' Account (HK\$ million)	(a)	77,044	76,082
Net Assets (HK\$ million)	(b)	94,639	91,160
Asset cover (%)	(b) / (a) *100	122.8	119.8

Market Commentaries

- The Federal Open Market Committee of the US Federal Reserve decided at its meetings in March and May 2025 to hold interest rates steady. Market generally expected that the pace of future rate cuts would be uncertain, depending on factors such as inflation and labour market developments, as well as the impact of tariff and other economic policies adopted by the US government.
- The US 10-year Government bond yield increased from around 4.2% by the end of February 2025 to around 4.4% by the end of May 2025.
- During the quarter ended 31 May 2025, the Hang Seng Index increased by about 1.5% from 22,941 as at the end of February 2025 to 23,289 by the end of May 2025, and the Dow Jones Industrial Average Index decreased by about 3.6% from 43,840 to 42,270 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	+1.52	+3.36
USA	+0.84	-0.72	-0.19
Canada	+5.65	+3.08	-1.14
UK	+8.00	-0.42	-0.81
Germany	+10.07	+6.41	-0.38
Japan	+5.31	+2.18	-3.12
Australia	+4.36	+3.05	+1.94
Mainland China	+2.15	+0.80	+0.71

Major Investment Activities During The Quarter

Hong Kong equities	Maintained
Hong Kong and RMB debt securities	Maintained
Overseas equities	Reduced due to asset re-balancing
Overseas debt securities	Maintained
Cash and net accounts receivable	Maintained

Net Asset Allocation In Value

	31.5.2025 (HK\$ million)	28.2.2025 (HK\$ million)
Hong Kong equities (HKE)	17,152	16,731
Hong Kong and RMB debt securities (HK/RMBDS)	15,826	15,313
Overseas equities (OE)	32,266	32,355
Overseas debt securities (ODS)	11,672	11,454
Cash and net accounts receivable (CH/NAR)	17,723	15,307
	<u>94,639</u>	<u>91,160</u>

Net Asset Allocation In Percentage

