

Grant Schools Provident Fund

Financial Bulletin for the Quarter Ended 31 August 2012

Key Financial Data

		Quarter ended <u>31.8.2012</u>	<i>Quarter ended</i> <u>31.5.2012</u>
- Contributors' Account (HK\$ million)	(a)	2,390	2,356
- Net Assets (HK\$ million)	(b)	2,754	2,630
- Asset cover (%)	(b) / (a)	115.2	111.6

Market Commentaries

- Amid announcement of a new round of quantitative easing (QE) measures and the extension of the low interest rate policy, the US Federal Reserve would purchase mortgage-backed securities amounting to US\$40 billion each month for boosting the housing market and employment.
- Spain, the Euro zone fourth largest economy, announced a detailed timetable for economic reforms and a tough 2013 budget with spending cuts. The market viewed it as a positive step towards resolving the sovereign debt crisis.

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	+4.58	+1.24
USA	-0.06	+7.35	+0.53
Canada	+4.90	+3.79	+0.09
UK	+3.14	+7.34	+0.82
Germany	+1.88	+11.28	-0.74
Japan	+0.09	+3.48	+0.18
Australia	+6.48	+4.97	-0.10

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

	31.8.2012 (HK\$ million)	31.5.2012 (HK\$ million)
- Hong Kong equities (HKE)	464	450
- Hong Kong debt securities (HKDS)	516	510
- Overseas equities (OE)	644	591
- Overseas debt securities (ODS)	576	634
- Cash and net accounts receivable (CN/NAR)	554	445
	<u>2,754</u>	<u>2,630</u>

Net Asset Allocation In Percentage

