

# YF Life Trustees Ltd.

## Age 65 Plus Fund

Published in September 2023

### IMPORTANT NOTES:

1. The MASS Mandatory Provident Fund Scheme ("Scheme") is a mandatory provident fund scheme.
2. Investment involves risks and not all investment choice available under the Scheme would be suitable for everyone. There is no assurance on investment returns and your investments/accrued benefits may suffer significant loss.
3. You should consider your own risk tolerance level and financial circumstances before making any investment choices. When, in your selection of constituent funds, you are in doubt as to whether a certain constituent fund is suitable for you (including whether it is consistent with your investment objectives), you should seek financial and/or professional advice and choose the constituent fund(s) most suitable for you taking into account your circumstances. In the event that you do not make any investment choices, please be reminded that your contributions made and/or benefits transferred into the Scheme will be invested according to the Default Investment Strategy as stated in Clause 6 of the MPF Scheme Brochure of the Scheme, and such arrangement may not necessarily be suitable for you.
4. For further details including the product features and risks involved, please refer to the relevant clauses, in particular Clause 3, of the MPF Scheme Brochure of the Scheme.
5. The risk level mentioned in Clause 3 of the MPF Scheme Brochure is for reference only and is not a substitute for independent professional advice. The risk level of each constituent fund is determined by the Trustees based on the percentage of Scheme assets of the relevant constituent funds being invested in equities and subject to regular review by the Trustees, and may change without any prior notice. The risk level is not a financial tool and must not be relied upon to make any investment decisions and selection of constituent funds.

### Investment Objective

The investment objective of the Age 65 Plus Fund is to achieve stable growth by investing in a globally diversified manner.

The Age 65 Plus Fund shall be invested in an approved pooled investment fund named the Age 65 Plus Fund of Invesco Pooled Investment Fund, which in turn primarily invests in a combination of global equities and bonds in a global diversified manner (through investment in the Global Strategic Equity Fund and the Global Strategic Bond Fund of Invesco Pooled Investment Fund which are approved pooled investment funds) as allowed under the Regulation.

The Age 65 Plus Fund, through the underlying investment fund, targets to invest 20% of its net assets in Higher Risk Assets (such as global equities), with the remainder investing in Lower Risk Assets (such as global bonds, cash and money market instruments). The asset allocation to Higher Risk Assets may vary between 15% and 25% due to differing price movements of various equity and bond markets. The asset allocation to the Higher Risk Assets (ranged from 15% to 25%) is subject to the discretion of investment manager of the Age 65 Plus Fund.

Investment in the Age 65 Plus Fund is subject to market fluctuations and to the risk inherent to investing in securities. Because the asset allocation of Higher Risk Assets of the Age 65 Plus Fund may vary between 15% to 25%, based on the percentage of assets invested in equities (i.e. Higher Risk Assets), investors should regard the Age 65 Plus Fund as a low to medium risk investment. The return of the Age 65 Plus Fund over the long term is expected to be at least similar to the return of the MPF industry developed Reference Portfolio for the Age 65 Plus Fund.

### Fund Data as at July 31, 2023

#### Launch Date:

April 01, 2017

#### Investment Manager:

Invesco Hong Kong Limited

#### Fund Size:

HKD75.43million

#### Fund Risk Indicator <sup>b</sup>:

6.81%

#### Risk Class <sup>c</sup>:

4

#### Fund Descriptor:

Mixed Assets  
Fund-Global-Maximum  
equity around 25%

#### Latest Fund Expense Ratio:

0.85%

### Fund Price (HKD)

Month	Since Inception	End* of					
	Apr 2017	Feb 2023	Mar 2023	Apr 2023	May 2023	Jun 2023	Jul 2023
Price	10.0000	10.4604	10.7605	10.8021	10.7084	10.7845	10.8131

#### Notes:

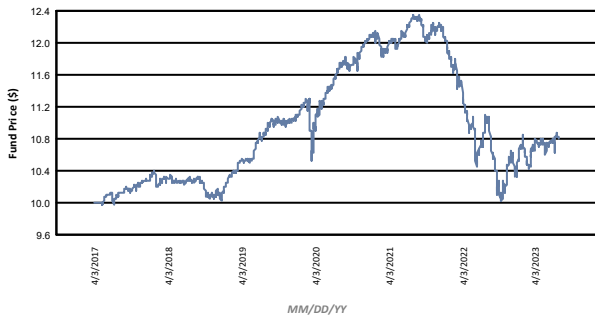
Source: YF Life Trustees Ltd.

- a. Fund prices are quoted in Hong Kong dollars whilst the investments of the underlying fund are denominated in different currencies. This may therefore involve some risk due to exchange rate fluctuations.
  - b. Fund Risk Indicator is an annualized standard deviation based on the monthly rates of return over the past 3 years. It is calculated in accordance with Part C of the Performance Presentation Standards for MPF Investment Funds published jointly by the Hong Kong Investment Funds Association and Hong Kong Trustees' Association and recognized by the Mandatory Provident Fund Schemes Authority.
  - c. The risk class is prescribed by the Mandatory Provident Fund Schemes Authority according to the Code on Disclosure for MPF Investment Funds and the risk class has not been reviewed or endorsed by the Securities and Futures Commission.
- \* Ending Date is the last valuation date of the month.

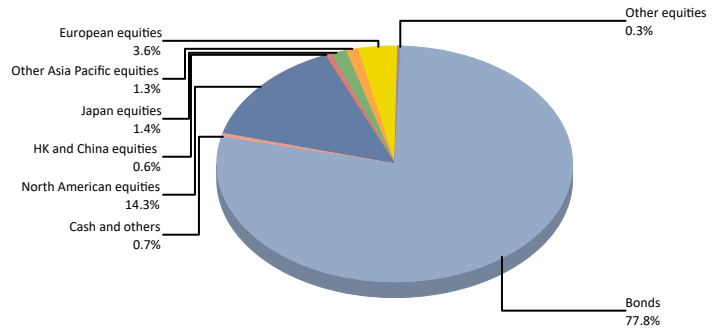
**The fund is subject to market fluctuations and to the risks inherent in all investments. The prices of units of any investment fund may go down as well as up. The past performance of a fund is not indicative of future performance and yields are not guaranteed.**

The fund will abide by the general investment fund restrictions in accordance with the MPFS Ordinance, MPFS (General) Regulation and Scheme Rules.

**Fund Price Trend Since Inception**



**Portfolio Asset Allocation#^**



Source: Invesco Hong Kong Limited

Individual Year Return	2017 Apr-Dec	2018 Jan-Dec	2019 Jan-Dec	2020 Jan-Dec	2021 Jan-Dec	2022 Jan-Dec	2023 Jan-Jul
Fund	2.94%	-1.57%	8.97%	9.61%	0.65%	-15.16%	4.64%
Reference Portfolio	3.69%	-1.55%	9.63%	8.21%	0.71%	-14.94%	4.11%

The fund performance of 2017 was calculated from the launch date (April 01 2017) to the year end.

Fund Performance Annualized	1 year	3 years	5 years	Since launch
Fund	-2.24%	-2.59%	0.99%	1.24%
Reference Portfolio	-2.64%	-2.80%	0.82%	1.22%

Source: YF Life Trustees Ltd. Performance is net of fees and is calculated on a NAV to NAV basis

**Top 10 Holdings#**

Asset Holdings	% of NAV
US Treasury Note/Bond 2.75% Aug 15 2032	5.77%
Norwegian Government 2.125% May 18 2032	4.57%
US Treasury Note/Bond 1.5% Aug 15 2026	4.48%
Switzerland 3.5% Apr 8 2033	3.23%
Japan (20 Year Issue) 1.4% Sep 20 2034	3.14%
US Treasury Note/Bond 3% Feb 15 2048	2.94%
US Treasury Note/Bond 4.125% Jan 31 2025	2.86%
US Treasury Note/Bond 2.75% Feb 15 2028	2.64%
US Treasury Note/Bond 4.75% Feb 15 2037	2.55%
United Kingdom Gilt 4.25% Jun 7 2032	2.46%

Source: Invesco Hong Kong Limited

**Fund Review**

After pausing interest rate hikes in June, the Federal Reserve (Fed) raised them in line with expectations in July, at 25 basis points, taking the federal funds rate to a new target range of 5.25% to 5.50%. This is the highest level in 22 years. Headline inflation data came in at 3%, which was below expectations and a big drop from the previous figure of 4%. European government bonds came under pressure, with German bunds returning -0.35% as the European Central Bank raised its deposit rate to a historic high of 3.75% and kept its options open on whether more increases will be needed to bring down inflation. High-yield bonds delivered monthly gains with the ICE BofA European Currency (€/£) returning 1.22% and the US High Yield Index gaining 1.42%.

**Fund Performance**

The fund's net asset value increased 0.27% from last month.

# The assets of Age 65 Plus Fund are invested exclusively into the Age 65 Plus Fund of the Invesco Pooled Investment Fund  
^ Due to rounding, the sum of portfolio may not equal 100%.