

Important note:

1. BEA Union Investment RMB Core Bond Fund (the "Fund") seeks to achieve income and long-term capital growth by investing in debt securities and other assets that are denominated in RMB and other currencies.
2. The Fund may invest primarily in debt securities denominated and settled in RMB. It is subject to RMB currency and conversion risk that could adversely affect the value of investors' investments.
3. The Fund may be subject to the "Dim Sum" bond market risk, concentration risk/ China market risk and the risks associated with China interbank bond market, China tax risk, below investment grade and non-rated securities risk, and the Fund is more susceptible to volatility and/or lower liquidity.
4. The manager may at its discretion make distributions from income and/or capital in respect of the distributing classes of the Fund. Investors should note that the distributions paid out of capital amount to a return or withdrawal of part of the unitholder's original investment or from any capital gains attributable to that original investment. Such distribution may result in an immediate reduction of the net asset value per unit.
5. The Fund may use financial derivatives for hedging and investment purposes and such exposure may lead to a higher risk of significant loss by the Fund.
6. Investors should not make an investment decision based solely on this material.

BEA Union Investment RMB Core Bond Fund ("RCB")

★★★★
Morningstar Overall Rating¹

Offshore RMB Bonds Hold Steady



Highlights:

1. More easing policies are expected to support the Chinese economy
2. Offshore renminbi bond market continues to hold steady
3. The Fund is adding its position in the investment grade offshore renminbi bonds

Fund Features

- A RMB bond fund that aims to capture stable dividends.
- At least 70% invested in debt securities, bonds and deposits that are denominated or settled in RMB.
- Investment grade average credit rating.

Market Review and Outlook

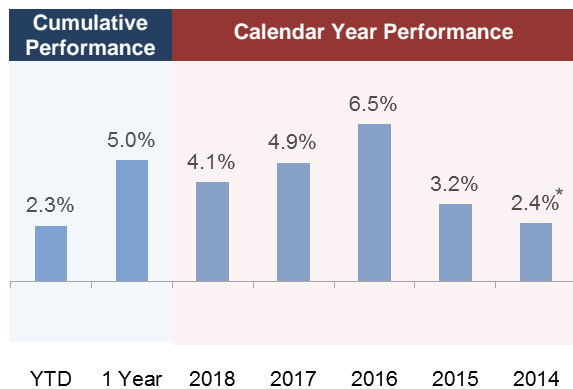
- In May, the renminbi depreciated against the U.S. dollar as a result of the breakdown of trade talks between China and the U.S.
- The offshore renminbi bond market continued to hold steady as market expected the Chinese authorities would launch more easing policies to support the economy.
- The escalating U.S.-China trade war should continue to weigh on renminbi in the near term. The weaker growth momentum in Chinese economy will also put pressure on the renminbi.

Investment Strategy

- We expect the renminbi bond market should continue to be supported by the government's easing policy and limited bond supply.
- The Fund added its position in the investment grade offshore renminbi bonds. We continue to look for investment opportunities in this market segment.
- The Fund continues to invest into U.S. dollar denominated bonds through currency hedge.

Fund Performance and Dividend

Performance² : A RMB (Distributing)



Dividend

May 2019	Dividend per Unit	Annualised Dividend Yield ³
A HKD (Distributing)	HK\$ 0.34	4.5%
A RMB (Distributing)	RMB 0.37	4.5%
A USD (Distributing)	US\$ 0.034	4.6%

* Since launch till 31 December of the same year. A RMB (Distributing) launched on 28 February 2014.

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 If you would like to stay informed of the market development and our latest investment strategy, please feel free to register as a member of BEA Union Investment through the link below:



<http://www.bea-union-investment.com/member-registration>

Recent Award



One of the Top Investment Houses
in Asian G3 Bonds (Hong Kong)⁴



One of the Top Investment Houses
in Asian Local Currency Bonds
(Hong Kong)⁵



House Award,
Best-In-Class,
Asia Fixed Income⁶

Highly Regarded Award-Winning Fixed Income Team

- The fixed income professionals of BEA Union Investment Management Limited have been recognised by the Asset as “One of the Astute Investors in Asian G3 Bonds (Hong Kong)⁴” and “One of the Astute Investors in Asian Local Currency Bonds (Hong Kong)⁵” in 2018.
- The company has been named “One of the Top Investment Houses in Asian G3 Bonds (Hong Kong)⁴” and “One of the Top Investment Houses in Asian Local Currency Bonds (Hong Kong)⁵” in 2018 by the Asset, and “Best Fund House in Asia Fixed Income⁶” by BENCHMARK in 2017.
- The Asian Bond and Currency asset class, managed by the same fixed income team, has won 39 fund awards⁷ since 2012.

Fund Code

	ISIN	Bloomberg
A HKD (Distributing)	HK0000176740	BEARCAH HK
A RMB (Distributing)	HK0000176732	BEARCAR HK
A USD (Distributing)	HK0000176757	BEARCAU HK

Source of the fund data: BEA Union Investment Management Limited, as at 31 May 2019.

- Source: ©2019 Morningstar. All Rights Reserved. Data as of 31 May 2019. The rating is for A RMB (Distributing).
- Source: Lipper, as at 31 May 2019. The quoted NAV is for A RMB (Distributing) launched on 28 February 2014, performance is calculated in the respective class of denominated currencies on a NAV to NAV basis. Gross income is re-invested.
- Annualised dividend yield = (dividend of May x 12) / last month end NAV x 100%. The manager may at its discretion make distributions from income and/or capital in respect of the distributing classes of the Fund. Such distribution may result in an immediate reduction of the net asset value per unit. Dividend only applies to distributing classes and is not guaranteed. Past dividend record is not indicative of future dividend likely to be achieved. Please note that a positive distribution yield does not imply a positive return. Investors should not make any investment decision solely based on information contained above. You should read the relevant offering document (including the key facts statement) of the Fund for further details including the risk factors.
- Source: The Asset, 2018 Research for Asian G3 Bonds, October 2018.
- Source: The Asset, 2018 Research for Asian Local Currency Bonds, June 2018.
- Source: BENCHMARK, November 2017.
- The asset class has won 39 fund awards since 2012. Organisations which have granted awards to the fund include Asia Asset Management, AsianInvestor, BENCHMARK, Fund Selector Asia, Fundsupermart.com and Refinitiv Lipper.

Investments in the Fund are subject to investment risks, including the possible loss of the principal amount invested. For full details and risk factors of the Fund, please refer to the explanatory memorandum of the Fund. Investors should also read the explanatory memorandum of the Fund for detailed information prior to any subscription. The information contained herein is only a brief introduction to the Fund. Investors should be aware that the price of units may go down as well as up as the investments of the Fund are subject to market fluctuations and to the risks inherent in all investments. Past performance is not indicative of future performance. The information contained in this document is based upon information which BEA Union Investment Management Limited considers reliable and is provided on an “as is” basis. This document does not constitute an offer, recommendation or solicitation to buy or sell any securities or financial instruments. The Fund has been authorised by the Securities and Futures Commission (“SFC”) in Hong Kong. SFC authorisation is not a recommendation or endorsement of a scheme nor does it guarantee the commercial merits of a scheme or its performance. It does not mean the scheme is suitable for all investors nor is it an endorsement of its suitability for any particular investor or class of investors. This material and the website have not been reviewed by the SFC in Hong Kong.

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