

30 April 2019

*This statement provides you with key information about this product.
This statement is a part of the offering document.
You should not invest in this product based on this statement alone.*

Quick facts

Manager:	BEA Union Investment Management Limited
Trustee:	Bank of East Asia (Trustees) Limited
Ongoing charges over a year:	Class D Units: 1.13% p.a.^ Class R Units: 0.88% p.a.^
Dealing frequency:	Daily (Hong Kong business days)
Base currency:	HK\$
Dividend policy:	Net income may be distributed
Financial year end of this sub-fund:	31 December
Minimum investment:	Classes D and R Units: HK\$10,000 initial, HK\$5,000 additional

^ This figure is based on the ongoing expenses for the period ended 31 December 2018 and may vary from year to year.

What is this product?

BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund (the "Investment Fund") is a sub-fund of BEA Union Investment Capital Growth Fund (the "Fund"), which is a unit trust established as an umbrella fund under the laws of Hong Kong.

Objective and Investment Strategy

Objective

The investment objective of the Investment Fund is to provide investors with long-term capital growth in Hong Kong dollar terms through investing in a portfolio consisting primarily of Hong Kong dollar denominated interest bearing securities. If the Manager considers that conditions so require and it is in the interests of Unitholders to do so, a substantial portion of the portfolio may be held in cash.

Strategy

The Manager anticipates that a majority of the portfolio will be invested in bonds issued by governments, quasi-governmental organisations, multilateral international agencies and blue chip corporations. Investments in corporate bonds and debentures must meet the minimum required credit ratings as determined by the Mandatory Provident Fund Schemes Authority from time to time. The value of the portfolio's holding of Hong Kong dollar denominated securities shall not be less than 70% of the net asset value of the Investment Fund.

The Manager may acquire financial futures contracts for the Investment Fund for hedging purposes to protect and enhance asset value, consistent with the investment objective of the Investment Fund.

In addition, at least 30% of the assets of the Investment will be held in Hong Kong dollar currency investments as measured by effective currency exposure (determined in accordance with Schedule 1 of the Mandatory Provident Fund Schemes (General) Regulation).

The Manager expects the return of the Investment Fund over the long-term to exceed the Hong Kong inflation rate.

What are the key risks?

Investment involves risks. Please refer to the Explanatory Memorandum for details including the risk factors.

1. Investment risk

- The Investment Fund is an investment fund. The Investment Fund's investment portfolio may fall in value and therefore your investment in the Investment Fund may suffer losses.

2. Diversification risk

- The Investment Fund invests in the Hong Kong market only. Although the Investment Fund's portfolio will be diversified in terms of the number of holdings, the Investment Fund's asset value is likely to be more volatile than a broad-based fund, such as a global or regional fund, as it is more susceptible to fluctuations in value resulting from adverse conditions in Hong Kong.

3. Interest rates risk

- Interest rates may be subject to fluctuation. Any fluctuation in interest rates may have a direct effect on the income received by the Investment Fund and its capital value.

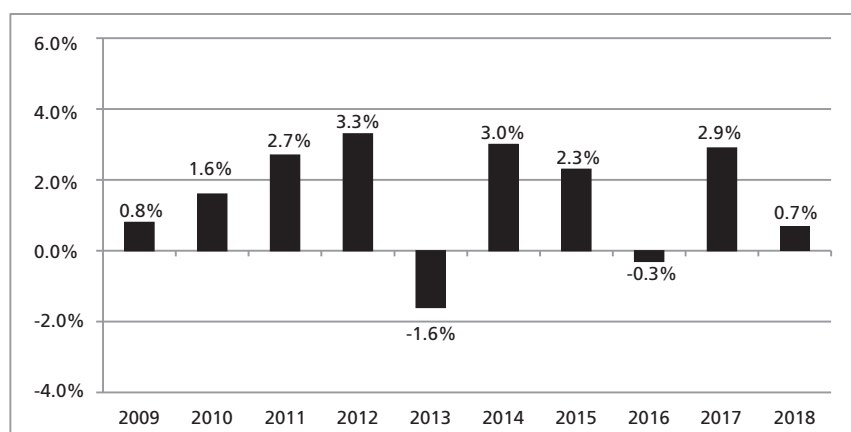
4. Credit risk

- There is no certainty in the credit worthiness of issuers of debt securities. If the issuers of the debt securities in which the assets of the Investment Fund are invested defaults, the performance of the Investment Fund will be negatively affected.
- Further, the value of the Investment Fund may be adversely affected if any of the institutions with which cash is invested or deposited suffers insolvency or other financial difficulties.

5. Risk in relation to financial futures contracts

- The Investment Fund may use financial futures contracts for hedging purposes. Such hedging may not achieve the intended purpose. In an adverse situation, the Investment Fund's use of financial futures contracts may become ineffective in achieving hedging and the Investment Fund may suffer significant losses.

How has the Investment Fund performed?



- Past performance information is not indicative of future performance. Investors may not get back the full amount invested.
- The computation basis of the performance is based on the calendar year end, NAV-to-NAV, with dividend reinvested.
- These figures show by how much Class R Units increased or decreased in value during the calendar year being shown. Performance data has been calculated in HK\$ including ongoing charges and excluding subscription fee and redemption fee you might have to pay.
- Investment Fund / Class R Units launch date: 2008

Is there any guarantee?

The Investment Fund does not have any guarantees. You may not get back the full amount of money you invest.

What are the fees and charges?

Charges which may be payable by you

You may have to pay the following fees when dealing in the units of the Investment Fund.

Fee	What you pay
Subscription fee (Preliminary Charge)	Classes D and R Units: up to 5% of issue price
Switching fee (Conversion Charge)	Classes D and R Units: currently, the aggregate of the realisation charge and preliminary charge payable on a switch will not exceed 3% of issue price of new units
Redemption fee (Realisation Charge)	Classes D and R Units: up to 0.5% of realisation price (currently nil)

Ongoing fees payable by the Fund

The following expenses will be paid out of the Investment Fund. They affect you because they reduce the return you get on your investments.

	Annual rate (as a % of the Investment Fund's value)
Management Fee	Class D Units: 1.00% p.a.* Class R Units: 0.75% p.a.*
Trustee Fee	Classes D and R Units: 0.075% p.a.*
Performance Fee	N/A
Administration Fee	N/A
Registrar's Fee	0.015% – 0.05% p.a. subject to minimum of HK\$3,000 p.a.

Other fees

You may have to pay other fees and charges when dealing in the units of the Investment Fund.

* You should note that these fees may be increased, up to a specified permitted maximum, by giving unitholders at least three months' prior notice. For details, please refer to pages 26 and 27 of the Explanatory Memorandum.

Additional Information

- You generally buy, redeem and switch units at the Investment Fund's next-determined net asset value (NAV) after the Authorised Distributor receives your request in good order on or before 4:00 p.m. (Hong Kong time) on a Dealing Day. The Authorised Distributor(s) may impose an earlier cut-off time before the dealing deadline for receiving instructions for subscriptions, realisations or switching. Investors should confirm the arrangements with the Authorised Distributor(s) concerned.
- The net asset value of the Investment Fund is calculated on each Dealing Day, and the price of units is published on the Manager's website: www.bea-union-investment.com (this website has not been reviewed or authorised by the SFC).
- Investors may obtain information on BEA Union Investment Management Limited from the following website: www.bea-union-investment.com.

Important

If you are in doubt, you should seek professional advice.

The SFC takes no responsibility for the contents of this statement and makes no representation as to its accuracy or completeness.