



MPF Newsletter

2018 2nd Issue



China Life MPF Named “Gold Rated Scheme” for 3 Consecutive Years



▲ Representatives of China Life Trustees Limited (“China Life Trustees”) received awards at the gala ceremony on 8 March 2018.

China Life MPF has won MPF Ratings’ **Gold Rated Scheme** in 2018 MPF Awards gala ceremony – for **3rd consecutive year**.

“Gold Rated Scheme” represents the product that is most value-for-money. It delivers excellent performance not simply in fund returns or fees, but also in overall services, communication and education, administration and governance, etc.

China Life MPF is also one of the **three finalists in Rising Star Award**, and has received **5-Year and 10-Year Consistent Performer Awards - Guaranteed Fund**. These awards have recognized our endeavors in maintaining our product and services at high quality level and keep going.

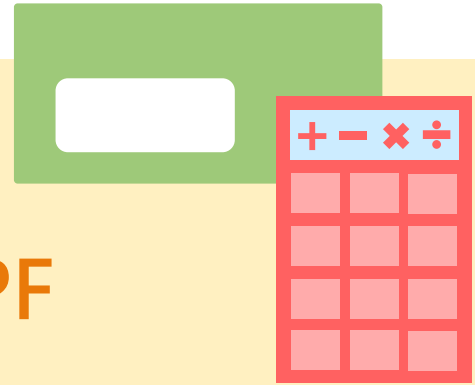
For details of awards, please visit www.mpfratings.com.hk.

(Note: The information of above awards is solely for corporate communications purpose.)



News Feed

The 2018-19 Budget New Initiatives for MPF



Financial Secretary Chan Mo-po, Paul announced the latest Budget on 28 February 2018, in which 2 initiatives for MPF are proposed:

1. Tax Concessions for Voluntary Contributions

In addition to the current tax incentives for mandatory contributions made by employees and self-employed persons, the Government plans to apply the same to voluntary contributions. The relevant contributions may not be allowed to take out when members cease to be employed (or according to scheme's governing rule), so as to meet the long-term saving objective for retirement protection.

At present, mandatory contributions' tax deductions for each assessment year is up to \$18,000, but voluntary contributions are not tax deductible.

The MPFA expressed that they welcome this proposal of the Government, and will render full support to the Government to implement the new measure as soon as possible.

2. Abolishing the Arrangement for “Offsetting” Severance Payment or Long Service Payment

To effect the abolition of the MPF “offsetting” arrangement, the Government is striving to put forth preliminary proposal for thorough discussion between employers, employees and major stakeholders. Secretary for Labour and Welfare C K Law later proposed that the **Government's subsidy** will further increase to **\$17.2 billion**.

Details of the above measures will be announced after their passage in Legislative Council, and we will keep you posted.



Review on Adjusting Maximum and Minimum Relevant Incomes for Contributions



The MPFA is now reviewing the maximum and minimum relevant income for contribution, which is required to be reviewed once every 4 years, and target to [submit report to the Government in July 2018](#).

According to the established formula that takes Hong Kong monthly median employment earning into account, the [maximum relevant income level may increase to \\$48,000](#) from \$30,000 currently per month. If calculate with contribution rate of 5%, the [maximum contributions may rise to \\$2,400](#), from current level of 1,500.

Furthermore, monthly [minimum contribution level](#) may also increase from \$7,100 to [\\$8,000](#), that means employees whose monthly income is [less than \\$8,000 are not required to make contributions](#).

The MPFA emphasized that [consultation is still in progress](#) and [no formal conclusion is reached yet](#). After submitting the report, the Government will determine whether adjustment will be made. In future, the MPFA may suggest to adjust the maximum and minimum levels in 2 to 3 stages within 4 years, so that it will not place too much burden onto employers and employees.

MPF Knowledge Hub



Decode “Annual Benefit Statement”

By the end of March every year, China Life Trustees will send **Annual Benefit Statement for the last financial year** to each MPF members. This statement is the member’s MPF report card, showing the contributions and investments summary from 1 January to 31 December of that year. Information includes:

- **Income and expenditure (including contributions, benefits transferring transactions)**
- **Balance**
- **Gain and loss**

Fund Performance Review as at 31 December of that year will be sent along with this statement. Members can take this chance to **review their MPF accounts**, e.g. if returns meet their expectations, what fund(s) is the asset investing in, do they need to reformulate their investment strategy.

Members can refer to the Illustrative Guide below, to understand how do this statement assist you to review your MPF assets.

Illustrative Guide - Quick Guide to Frequently-asked Questions

How much did I gain?

- During the reporting period → 2
- Since opening of the account → 5

What is the balance of my account?

- End-of-period (31 December) balance → 3 or 6
- Latest balance: please login to your online service account, or to enquire by calling our hotline at 3999 5555

What is the amount of shortfall payment for guarantee fund?

- Shortfall payment in last scheme year / current scheme year → 4

What fund(s) was / were I investing in?

- The funds you were holding → 11

Any records for MPF transfer-in / transfer-out / withdrawal?

- List of transaction during the period → 8

Details of employer’s / employee’s contributions?

- Employer’s mandatory / voluntary contributions → 13
- Employee’s mandatory / voluntary contributions → 14



中國人壽信託有限公司 CHINA LIFE TRUSTEES LIMITED		中國人壽強積金 累積保障一生 China Life MPF Your companion for retirement life	
成員周年權益報表 (截至 31/12/2017) MEMBER ANNUAL BENEFIT STATEMENT (AS AT 31/12/2017)			
香港銀行轉賬號碼6888號 渣打大廈8樓A室		請確保以下資料與中國人壽信託有限公司之資料一致。如有任何更改，請通知本公司，以便我們更新資料。 To ensure that you can receive important information of China Life MPF, please provide your latest e-mail address and contact number to us for record updating.	
Attn	陳大文	CHAN TAI MAN	
Ref	0000888888-000001		
第1部 - 資料摘要 Part 1 - Summary Information			
成員資料 Particular of Member			
成員姓名 Member Name	陳大文 CHAN TAI MAN		
成員編號 Member No.	000001		
出生日期 Date of Birth	01/01/1990		
計劃編號 Scheme No.	0000888888		
僱主名稱 Employer Name	ABC COMPANY 甲乙丙公司		
計劃名稱 Scheme Name	China Life MPF Master Trust Scheme		中國人壽強積金累積計劃
受託人名稱 Name of Trustee	China Life Trustees Limited		中國人壽信託有限公司
計劃年度 Scheme Year	2017		
帳戶類別 Account Type	供款帳戶 Contribution Account		
第1A部 - 帳戶資產增減摘要 (截至 31/12/2017 結算的年度) (港幣) Part 1A - Summary of Account Movements (for the Year Ended 31/12/2017) (in HKD)			
期初餘額 (由 01/01/2017)	Opening Balances as at 01/01/2017	(a)	0.00
已投資供款總額	Total Contribution Invested*	(b)	4,050.00
轉入計劃總額	Total Amount Transferred Into Scheme	(c)	100,791.60
轉出計劃或從計劃提取的總額 (收費後)	Total Amount Transferred Out Of or Withdrawn from Scheme (after fees)	(d)	8,675.58
期內帳戶盈(虧)(註1)**	Account Gain/(Loss) During The Period (Note 1)**	(e)=(f)-(a)-(b)-(c)+(d)	4,432.90
期末結餘 (截止 31/12/2017)	Closing Balances as at 31/12/2017	(f)	100,598.92
(請細閱「注意」事項) (Please read "CAUTION" in Part 1D)			
* 如於上一計劃年度結算時持有中國人壽保單基金，上述(a)項的「已投資供款總額」不包括僱保人支付的差額款項(如有)，然而上述的期末結餘已包括此差額。* If you had held China Life Guaranteed Return Fund as at last scheme year end, the "Total Contribution Invested" in item (b) above does not include the differences (if any) made up by the guarantor. However, such difference has been included in item (f) "Closing Balance".			
** 上述(e)項的「期內帳戶盈(虧)」並未包括非計劃年度末的中國人壽保單基金補款(如有)，可參閱第1B部的有關補款詳情。* "The Account Gain/(Loss) During The Period" in item (e) above does not include the amount of Shortfall Payment for China Life Guaranteed Return Fund in current scheme year, if any. Please refer to Part 1B for Shortfall Payment details.			
第1B部 - 中國人壽保單基金補款摘要(港幣)(註2) Part 1B - Summary of Shortfall Payment for China Life Guaranteed Return Fund (in HKD) (Note 2)			
上計劃年度之中國人壽保單基金補款	Shortfall Payment for China Life Guaranteed Return Fund in Last Scheme Year		無
本計劃年度之中國人壽保單基金補款	Shortfall Payment for China Life Guaranteed Return Fund in Current Scheme Year		813.43
(本部只適用於該計劃年度末持有中國人壽保單基金之成員，另補款款項將於該計劃年度末結算後才分配至成員帳戶中。* This part only applicable to members who hold China Life Guaranteed Return Fund as at the end of the relevant Scheme Year and the amount of the Shortfall Payment will be allocated to the member's account after the relevant Scheme Year End)			
第1C部 - 自開立帳戶起計的盈(虧)摘要 Part 1C - Summary of Gain/(Loss) of Account Since Inception*		自開立帳戶起計的盈(虧)(由 01/01/2017) (港幣) Account Gain/(Loss) Since Inception (as at 01/01/2017) (in HKD)	
		4,432.90	
* 並未包括上述1B部的「本計劃年度末的中國人壽保單基金補款」(如有)。* It does not include the amount of "Shortfall Payment for China Life Guaranteed Return Fund in Current Scheme Year", if any, as mentioned under Part 1B above.			
Page 1 of 3		Your Reference (參考編號): 0000888888-000001	

Part 1 - Summary Information

- Account details including member no., scheme no.

1 **Scheme Year: Year covered by this statement, from 1 January to 31 December**

Part 1A - Summary of Account Movement

- Summary of change in account during the statement period (1 January to 31 December)

2 **Account Gain/(Loss) During The Period: Investment return for the current period (excluding shortfall payment of China Life Guaranteed Return Fund for current year) (loss is shown in bracket)**

3 **Closing Balance: Asset value as at 31 December of the current statement year**

Part 1B - Summary of Shortfall Payment for China Life Guaranteed Return Fund

- Only applicable to members who hold this fund in last year end and/or current year end (31 December)

4 **Shortfall Payment: According to guarantee mechanism, if annual investment return in this fund (as at 31 December of that year) was less than guaranteed rate of return (on or before 31 December 2017: 3.5% ; thereafter: 2.5%), shortfall payment will be allocated after the relevant year end.**

Part 1C - Summary of Gain / (Loss) of Account Since Inception

5 **Gain / loss from opening of member's account to reporting year end (shortfall payment of China Life Guaranteed Return Fund in current year is not included)**



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第1D部 - 帳戶結餘(按供款來源及帳戶類別劃分) (港幣)
Part 1D - Account Balances by Sources of Contributions and Account Type (in HKD)

	來自現時受僱工作的供款 Contributions from Current Employment				來自以往受僱工作的供款 Contributions from Former Employment				總計 Total
	僱主供款 Employer's Contributions		成員供款 Member's Contributions		僱主供款 Employer's Contributions		成員供款 Member's Contributions		
	強制性 Mandatory	自願性 Voluntary	強制性 Mandatory	自願性 Voluntary	強制性 Mandatory	自願性 Voluntary	強制性 Mandatory	自願性 Voluntary	
開戶結餘 Opening Balances	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
期末結餘 Closing Balances	2,063.76	0.00	2,063.76	0.00	96,134.46	336.94			100,598.92
歸屬結餘 Vested Balances	2,063.76	0.00	2,063.76	0.00	96,134.46	336.94			100,598.92

(請閱下列「注意」事項) (Please read "CAUTION" below)

注意：如屬於本報表的數目與計劃撥款項，您所得的實際款項或會被表列數目結算為少，原因是受託人必須按規定的規例作出其他款項扣減或調整，例如扣減性益或收費。如有查詢，請致電熱線 3999-5555。

CAUTION: The actual amount that you would have got if you had withdrawn funds from the scheme on this statement date may be less than the amounts shown in this statement. This is because there may be other deductions or adjustments made according to the scheme rules, such as fees and charges associated with your withdrawal. For clarification, please contact hotline at 3999 5555.

第1E部 - 供款總額及扣賬的收費 (港幣) (註3) Part 1E - Total Contributions and Fees Deducted (in HKD) (Note 3)

期內的供款總額 Total Contributions for the Period	款額 Amount	扣賬的收費 Fees Deducted	款額(收費後) Amount(after fees)
	4,050.00	0.00	4,050.00

第1F部 - 轉入/轉出、提款的款項及扣賬的收費(港幣) (註3) Part 1F - Transfer In and Out, Withdrawals and Fees Deducted (in HKD) (Note 3)

日期 Date	轉款款項的性質 Nature of Transfer	帳戶 Accounts								扣賬的收費 Amount (after fees)
		來自現時受僱工作的供款 Contributions from Current Employment				來自以往受僱工作的供款 Contributions from Former Employment				
		僱主 Employer		成員 Member		僱主 Employer		成員 Member		
25/05/2017	轉入 Transfer In	0.00	0.00	0.00	0.00	18,001.34	7,695.88		0.00	25,700.22
13/07/2017	轉入 Transfer In	0.00	0.00	0.00	0.00	74,756.21	335.17		0.00	75,091.38
01/11/2017	轉出或淨退 Transfer Out or Withdrawal	0.00	0.00	0.00	0.00	0.00	(8,675.58)		0.00	(8,675.58)

第1G部 - 由您帳戶支付的費用總額(港幣) (註3)
Part 1G - Total Fees Charged to Your Account (in HKD) (Note 3)

無Nil

第1H部 - 拖欠供款及/或附加費*的供款期
Part 1H - Periods with Contributions* and/or Surcharges* Outstanding:

From 由 無Nil To 至 無Nil

*包括已繳付但尚未轉實為退休儲蓄的供款 * Include the contribution paid but not yet been used to subscribe units.

Page 2 of 3 Your Reference (參考編號): 0000888888-000001

Part 1D - Account Balances by Sources of Contributions and Account Type

- Asset allocation in terms of contributions' sources

- 6 Opening, closing and vested balances in each source

Part 1E - Total Contributions and Fees Deducted

- 7 Total contribution amount in the period

Part 1F - Transfer In and Out, Withdrawals and Fees Deducted

- List of transfer in, out, withdrawal transactions

- 8 List out the date, nature, related contribution type and amount

Part 1G - Total Fees Charged to Your Account

- 9 Fees and charges that are payable by the fund that member invested in (fees such as investment management fees, trustee and administration fees) are not included in this part.

Part 1H - Periods with Contributions' and/or Surcharges' Outstanding

- 10 Contribution period that employer/self-employed person defaulting mandatory contributions and/or surcharge



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第11部 - 單位總數目 Part 11 - Total Units Held

基金編號 Fund Code	僱主 Employer		成員 Member		總單位 Total No. of Units
	強制性供款單位 Units of Mandatory Contributions	自願性供款單位 Units of Voluntary Contributions	強制性供款單位 Units of Mandatory Contributions	自願性供款單位 Units of Voluntary Contributions	
GNT	0.0000	0.0000	5,083.6927	22.7927	5,106.4854
HKE	521.7134	0.0000	454.6342	0.0000	976.3476
MCF	401.4354	0.0000	374.0999	0.0000	775.5353

第12部 - 單位價格(港幣) Part 1J - Unit Price (in HKD)

基金編號 Fund Code	成份基金 Constituent Fund	單位價格 Unit Price
GNT	中國人壽保證基金 China Life Guaranteed Return Fund	14.7827
HKE	中國人壽香港股票基金 China Life Hong Kong Equity Fund	17.1754
MCF	中國人壽強積金保守基金 China Life MPF Conservative Fund	10.7566

第2部 - 供款報表 Part 2 - Contribution Statement

第2A部 - 供款詳情 (按供款來源劃分)(港幣)
Part 2A - Contribution Details by Sources of Contributions (in HKD)

相關供款期的結日 Date of the relevant contribution period end	供款 Contributions		扣除的收費 Fees Deducted		已投資的供款(收費後) Contributions Invested (after fees)	
	強制性 Mandatory	自願性 Voluntary	強制性 Mandatory	自願性 Voluntary	強制性 Mandatory	自願性 Voluntary
	31/01/2017	675.00	0.00	0.00	0.00	675.00
28/02/2017	675.00	0.00	0.00	0.00	675.00	0.00
31/03/2017	675.00	0.00	0.00	0.00	675.00	0.00
小計 Sub-Total	2,025.00	0.00	0.00	0.00	2,025.00	0.00
總計 Total	2,025.00	0.00	0.00	0.00	2,025.00	0.00

第2B部 - 供款摘要 (港幣) Part 2B - Summary of Contributions (in HKD)

供款來源 Sources of Contributions	款額 Amount	扣除的收費 Fees Deducted	款額(收費後) Amount(after fees)
僱主供款 Employer's Contributions	2,025.00	0.00	2,025.00
成員供款 Member's Contributions	2,025.00	0.00	2,025.00
總計 Total	4,050.00	0.00	4,050.00

Page 3 of 3
Your Reference (參考編號): 00000508888-000001

Part 1I - Total Units Hold

11 Distribution of units held by member in terms of contribution type

Part 1J - Unit Price

12 • Price(s) of fund(s) held by member as at last dealing day of reporting period
• This price(s) is used to calculate the closing balance 3 and 6 of account in this statement

Part 2 - Contribution Statement

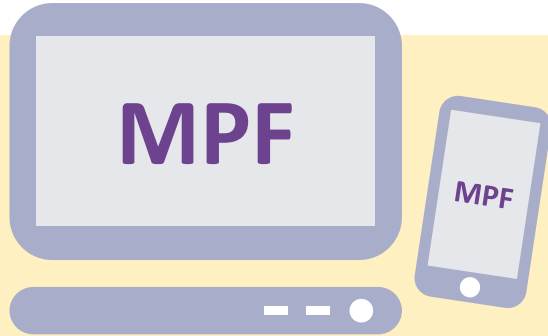
• Distribution of contributions in terms of sources at employer, employee/self-employed person

13 Employer's Mandatory / Voluntary Contributions

14 Employee's Mandatory / Voluntary Contributions



Info Centre



e-Service – Quick & Easy!

Series of account management functions are provided by China Life MPF Online Service www.chinalifetrustees.com.hk and mobile app [ChinaLifeMPF](#), breaking the boundaries of time and space. Members can know the up-to-date status of their accounts and take appropriate action anytime, anywhere.

e-Services for Employees

Online Service

www.chinalifetrustees.com.hk

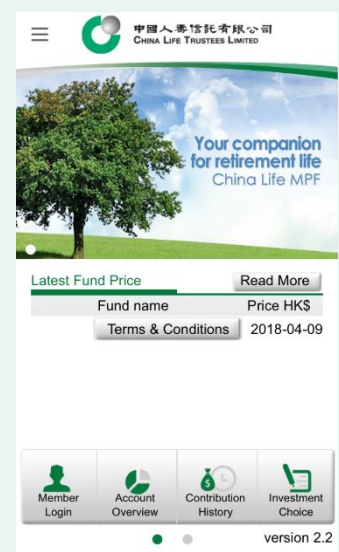
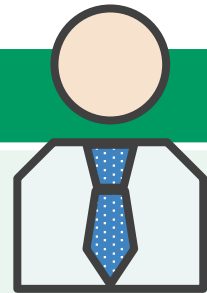


Mobile App

[ChinaLifeMPF](#)



- Check account **balance** and **gain / loss**
- Check **contribution history** of last 24 months
- Change future fund choice and rebalance existing assets
- Change member details
- Track request status
- Download **benefits statements** (only applicable to Online Service)



SMS Alert

- Includes confirmation of receiving and processing request



China Life's comprehensive online services help employers to fulfill their statutory obligation of making contributions for employees on time, keep records about MPF and go further – ease employers' work on human resources management.



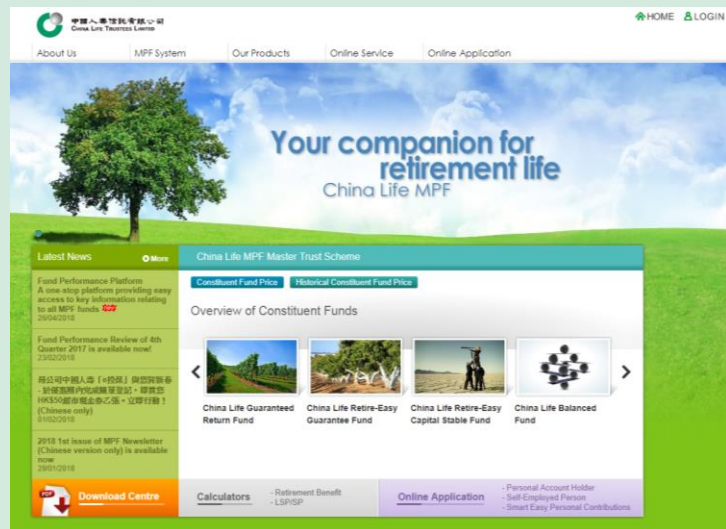
e-Services for Employers

Online Service

www.chinalifetrustees.com.hk



- Submit **contributions details**
- Report member's last day of employment and termination reason
- Check **contribution history of last 24 months**
- Track request status



Alpha Human Resources Management System

- One-stop electronic system for performing **daily human resources functions**, e.g. MPF, payroll, tax reporting, generating reports and attendance record

Market Perspectives



Global Outlook (covering March 2018)

US

The US equity market fell in March due to a technology correction and simmering global trade tensions. As a result, the share prices of financials, materials and technology stocks retreated. US stocks should benefit from the acceleration in US economic growth as well as the recently passed tax reform legislation.

Europe (including UK)

The European and UK equity markets retreated in March because of global trade worries. Investors were somewhat relieved when the White House declared a temporary exemption for the European Union and other nations on the steel and aluminum levies. Valuations on European equities are attractive — especially compared to the US. Though the ECB is tapering QE, its balance sheet is still expanding and inflation is still below target.

Asia Pacific (ex Hong Kong ex China ex Japan)

Asia ex-Japan equities fell in March, triggered by concerns about global growth and trade tensions between the US and China. In terms of sector performance, the utilities sector outperformed high-beta financials and materials sectors. We believe Asian markets will remain well-positioned for further strength on the back of favourable economic outlook and supportive government policies.

Hong Kong and Mainland China

Hong Kong equities fell in March as a result of a potential trade war between the US and China. In terms of sector returns, utilities fared better than the rest. Chinese equities declined with the MSCI China Index recording a negative return of -3.3%. Our view towards China and Hong Kong markets remains unchanged despite the return of market volatility since the beginning of 2018. We expect economic conditions in Hong Kong and China to stay stable this year.

Japan

Japan's equity market ended March lower, ruffled by concerns related to global trade tensions, some mixed economic data and domestic political uncertainty. We believe the Japanese equity market will benefit from the continuation of a very accommodative domestic monetary policy environment and global growth.

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- may not address risks associated with investment in foreign currency denominated investments; and
- does not address local tax issues.

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MPFA's Article

Calling for Good MPF Employers in 2017-18!



The Good MPF Employer Award 2017-18, organized by the Mandatory Provident Fund Schemes Authority (MPFA), is inviting applications and nominations. If you think you have a good employer, please seize the chance to fill in the [application form](#) and submit it to the MPFA by 30 June. This will not only give your employer a chance to become a Good MPF Employer; it will also give you a chance to receive a souvenir.

To nominate your employer as a Good MPF Employer, it must have participated in a Mandatory Provident Fund (MPF) scheme for at least one year and complied with MPF legislation. It must also have provided extra retirement protection for its employees. You can also encourage your employer to apply for the Good MPF Employers Award direct.

The MPFA encourages employers and scheme members to handle MPF-related matters electronically. This year, apart from submitting the form by email, fax, post or in person to the MPFA, employers can submit their application form online on the MPFA's [Good MPF Employer Award](#) website.

In 2015, the MPFA launched the Good MPF Employer Award to promote and foster employers' compliance with MPF legislation; encourage employers to provide better retirement benefits for their employees; and recognize employers who are exemplary in enhancing the retirement benefits of their employees. In the first year, 654 organizations received the Award. In 2016-17, 879 received it.

Last year, two new awards were added to the programme: the e-Contribution Award, for efforts to adopt an electronic system for MPF administration, and the Support for MPF Management Award, for efforts to encourage employees to actively manage their MPF.

The MPFA will hold an award presentation ceremony later this year. Certificates will be presented to the awardees during the ceremony. The MPFA will also provide special services to the awardees, such as organizing seminars for them, sending them MPFA publications and news, and providing early-bird enrolment for MPFA events.

Act now. Nominate your employer for the Good MPF Employer Award. For more details, please visit this [website](#).