

SECOND ADDENDUM TO THE PRINCIPAL BROCHURE OF CHINA LIFE MPF MASTER TRUST SCHEME

This is the second addendum (“Second Addendum”) dated 10 June 2019 to the Principal Brochure dated 2 October 2018 (“Principal Brochure October 2018 Edition”) of China Life MPF Master Trust Scheme (“Scheme”). Capitalized terms used in this Second Addendum bear the same meaning as in the Principal Brochure October 2018 Edition. The First Addendum issued in March 2019 and this Second Addendum together with the Principal Brochure October 2018 Edition form the latest version of the Principal Brochure of the Scheme. The First Addendum, this Second Addendum and the latest version of the Principal Brochure can be obtained free of charge by accessing our website www.chinalifetrustees.com.hk. The First Addendum, this Second Addendum must only be distributed and read with the Principal Brochure October 2018 Edition of the Scheme.

I. The following amendments will take effect immediately:

- 1.(a) The original logo at the top will be replaced and “China Life Insurance (Overseas) Company Limited (Incorporated in the People’s Republic of China with limited liability)” will be added at the end of the covering page.
- (b) The business address of Taiping Assets Management (HK) Company Limited in page 2 will be substituted by “Unit 1-2, 19th Floor, No. 18 King Wah Road, Hong Kong”.
2. “China Life Insurance (Overseas) Co Ltd Hong Kong Branch” will be substituted by “China Life Insurance (Overseas) Company Limited (incorporated in the People’s Republic of China with limited liability)” wherever it appears in page 1.
3. “China Life Insurance (Overseas) Company Limited Hong Kong Branch (formerly known as China Life Insurance Co., Ltd. Hong Kong Branch)” in the columns “Administration Manager” and “Promoter” will be substituted by “China Life Insurance (Overseas) Company Limited (incorporated in the People’s Republic of China with limited liability)” in pages 2 and 3.
- 4.(a) The heading “CHINA LIFE INSURANCE (OVERSEAS) COMPANY LIMITED HONG KONG BRANCH” in page 5 will be substituted by “CHINA LIFE INSURANCE (OVERSEAS) COMPANY LIMITED (INCORPORATED IN THE PEOPLE’S REPUBLIC OF CHINA WITH LIMITED LIABILITY)”.
- (b) The first paragraph in the Section “Company Background” in page 5 will be substituted by the following:

“China Life Insurance Company Limited was registered in Hong Kong on 15th November 1984. It was renamed as China Life Insurance (Overseas) Company Limited (“China Life Insurance (Overseas)”) in 2003. China Life Insurance (Overseas) is the largest state-owned life insurance company in Hong Kong and Macau.”
5. “4 withdrawal instalments” will be substituted by “12 withdrawal instalments” wherever it appears in the Section “WITHDRAWAL OF ACCRUED BENEFITS OF MANDATORY CONTRIBUTIONS AND VOLUNTARY CONTRIBUTIONS (OTHER THAN SMART EASY PERSONAL CONTRIBUTIONS) BY INSTALMENTS” in page 9.
6. “exceeding 4 instalments” in Item 5 of Part “(E) OTHER FEES, EXPENSES AND CHARGES FOR PROVIDING ADDITIONAL SERVICES” of “FEE TABLE” under the Section “FEES AND CHARGES” in page 21 will be substituted by “exceeding 12 instalments”.
7. “four withdrawals” in line 3 of “5. Bid spread” and line 4 of “6. Withdrawal charge” of “DEFINITIONS” of “FEE TABLE” under the Section “FEES AND CHARGES” in page 22 will be substituted by “twelve withdrawals”.
8. “China Life Insurance (Overseas) Company Limited Hong Kong Branch (formerly known as China Life Insurance Co. Ltd. Hong Kong Branch)” in items b, e and g of “EXPLANATORY NOTES” of “FEE TABLE” under the Section “FEES AND CHARGES” in pages 24 & 25 and the last paragraph under the Section “HOW TO JOIN THE SCHEME” in page 28 will be replaced by “China Life Insurance (Overseas)”.

- 9.(a) “China Life Insurance (Overseas) Company Limited Hong Kong Branch” in the first and last paragraphs of item (d)(ii) of both Annexure A-2 in page 30 and Annexure A-5 in page 38 will be replaced by “China Life Insurance (Overseas)”.
- (b)(i) “China Life Insurance (Overseas) Company Limited Hong Kong Branch (formerly known as China Life Insurance Co. Ltd. Hong Kong Branch)” in lines 2 and 3 of the first paragraph of “Risk Disclosure Statement” of Annexure A-2 in page 33 will be replaced by “China Life Insurance (Overseas)”.
- (ii) “China Life Insurance (Overseas) Co., Ltd. Hong Kong Branch (formerly known as “China Life Insurance Co., Ltd. Hong Kong Branch)” in the paragraph immediately after item (f) of Annexure A-5 in page 39 will be replaced by “China Life Insurance (Overseas)”.
- (iii) “Company Limited Hong Kong Branch” wherever it appears in the remaining parts of “Risk Disclosure Statement” of both Annexure A-2 in page 33 and Annexure A-5 in page 40 will be deleted.
- 10.(a) Item (d)(ii) “Types of intended investments and their relative proportions in the portfolio” in Annexure A-9 in page 44 will be substituted by the following:

“(ii) Types of intended investments and their relative proportions in the portfolio

The Fund will achieve its investment objectives through investing in an approved pooled investment fund (“relevant APIF”). The relevant APIF will focus investment (i.e. at least 70% of its net asset value) into the equity market of Hong Kong, namely equities of companies listed in Hong Kong (including Greater China companies that are listed in Hong Kong) or companies which have a business connection with Hong Kong (including companies which are listed outside Hong Kong). Companies which have a business connection with Hong Kong include but are not limited to companies that are domiciled or incorporated in Hong Kong. The relevant APIF will have the flexibility to invest in bonds in a limited manner (i.e. less than 30% of its net asset value) and to accept a high level of return volatility in the short term.

| <u>Asset Class</u> | <u>Allocation</u> |
|--------------------|-------------------|
| Cash | 0% |
| Bonds | 0% |
| Equities | 100%* |

* Please note that this only represents the target allocations of the Fund and the actual asset allocations will at times vary considerably from that shown above.”

- (b) The sentence commencing “Its intended investments are as follows:” in line 4 of the first paragraph and the table immediately thereafter in item (d)(iii) “Balance between different kinds of securities and other assets such as geographical distribution of the intended investments” in Annexure A-9 in page 44 will be deleted.
11. “Citi MPF World Government Bond Index” in line 2 of the last paragraph of “Investment Strategy” of China Life Core Accumulation Fund (“CAF”) and China Life Age 65 Plus Fund (“A65F”) under the Section “Investment Policies and Objectives of China Life Core Accumulation Fund and China Life Age 65 Plus Fund” in Appendix 1 in page 55 & 57, as well as under the Section “Glossary” in page 57 will be substituted by “FTSE MPF World Government Bond Index”.
12. The term “financial year” will be replaced by the term “financial period” wherever it appears in the Principal Brochure.
- II. The following amendments will take effect from 23 September 2019:
1. The list of Constituent Funds referred to in the column “Investment Manager” for Invesco Hong Kong Limited in page 2 will be substituted by the following:

1. China Life Retire-Easy Global Equity Fund
 2. China Life Age 65 Plus Fund
 3. China Life Core Accumulation Fund”
2. “A-11” under “Annexure” in page 4 and item (b) of “I. New accounts set up on or after April 1, 2017” in page 50 will be replaced by “A-9”.
 3. The first sentence in the first paragraph of the Section “CONSTITUENT FUNDS” in page 13 will be substituted by the following:

“The Scheme offers 9 Constituent Funds as specified in the Annexures A-1 to A-9 which are set up for the choice by Members as their investments.”
 4. The rows relating to China Life Retire-Easy Capital Stable Fund and China Life Retire-Easy Balanced Fund in the column “Management fees⁷” of Part (C) “FEES, EXPENSES AND CHARGES OF CONSTITUENT FUNDS” of “FEE TABLE” under the Section “FEES AND CHARGES” in page 20 will be deleted in their entirety without replacement.
 5. The rows relating to China Life Retire-Easy Capital Stable Fund, China Life Retire-Easy Balanced Fund and China Life Retire-Easy Global Equity Fund in the column “Management fees⁷” of Part “(D) FEES, EXPENSES AND CHARGES OF UNDERLYING FUNDS (i.e. the Approved Pooled Investment Funds)” of “FEE TABLE” under the Section “FEES AND CHARGES” in page 21 will be deleted in their entirety and substituted by the following:

| Type of fees, charges & expenses | Name of constituent fund | Current level | Deducted from |
|---|---|---|------------------------------------|
| Management fees ⁷ | China Life Retire-Easy Global Equity Fund | 0.1% p.a. of Net Asset Value of the underlying fund | Fund assets of the underlying fund |

6. “ADDITIONAL INFORMATION” of “FEE TABLE” under the Section “FEES AND CHARGES” in pages 23 and 24 will be substituted by the following:

“ The breakdown of Management fees for existing and additional Constituent Funds in Part (C) of the Fee Table and the respective current and maximum level are shown below:

| Type of charges & expenses | Name of constituent fund | Current level | Maximum level |
|---------------------------------------|--|-------------------------------|-------------------------------|
| Trustee Fee | China Life MPF Conservative Fund (see Note a) | 0.35% p.a. of Net Asset Value | 0.4% p.a. of Net Asset Value |
| | China Life Guaranteed Return Fund | 0.4% p.a. of Net Asset Value | |
| | China Life Balanced Fund China Life Growth Fund | 0.35% p.a. of Net Asset Value | |
| | China Life Hong Kong Equity Fund | 0.1% p.a. of Net Asset Value | 0.75% p.a. of Net Asset Value |
| | China Life Retire-Easy Global Equity Fund China Life Retire-Easy Guarantee Fund | 0.35% p.a. of Net Asset Value | |
| | China Life Core Accumulation Fund China Life Age 65 Plus Fund | 0.21% p.a. of Net Asset Value | |

| | | | |
|------------------------------|---|----------------------------------|----------------------------------|
| Administration Fee | China Life MPF Conservative Fund (see Note a) | 0.3% p.a. of Net Asset Value | 0.9% p.a. of Net Asset Value |
| | China Life Guaranteed Return Fund | 0.9% p.a. of Net Asset Value | |
| | China Life Balanced Fund China Life Growth Fund | 0.5% p.a. of Net Asset Value | |
| | China Life Hong Kong Equity Fund | 0.2% p.a. of Net Asset Value | |
| | China Life Retire-Easy Global Equity Fund | 0.48% p.a. of Net Asset Value | 1% p.a. of Net Asset Value |
| | China Life Retire-Easy Guarantee Fund | 0.6% p.a. of Net Asset Value | |
| | China Life Core Accumulation Fund China Life Age 65 Plus Fund | 0.28% p.a. of Net Asset Value | 0.28% p.a. of Net Asset Value |
| Custodian Fee | China Life MPF Conservative Fund (see Note a) China Life Guaranteed Return Fund China Life Balanced Fund China Life Growth Fund China Life Hong Kong Equity Fund | 0.1% p.a. of Net Asset Value | 0.1% p.a. of Net Asset Value |
| | China Life Retire-Easy Global Equity Fund China Life Retire-Easy Guarantee Fund | 0.15% p.a. of Net Asset Value | 0.25% p.a. of Net Asset Value |
| | China Life Core Accumulation Fund China Life Age 65 Plus Fund | 0.1% p.a. of Net Asset Value | 0.1% p.a. of Net Asset Value |
| Investment Management Fee | China Life MPF Conservative Fund (see Note a) | 0.1% p.a. of Net Asset Value | 0.1% p.a. of Net Asset Value |
| | China Life Guaranteed Return Fund China Life Balanced Fund China Life Growth Fund China Life Hong Kong Equity Fund | N/A N/A N/A N/A | N/A N/A N/A N/A |
| | China Life Retire-Easy Guarantee Fund China Life Retire-Easy Global Equity Fund | 0.4% p.a. of Net Asset Value | 1% p.a. of Net Asset Value |
| | China Life Core Accumulation Fund China Life Age 65 Plus Fund | N/A | N/A |

The breakdown of Management fees for the underlying funds of existing and additional Constituent Funds in Part (D) of the Fee Table and the respective current and maximum level are shown below:

| Type of charges & expenses | Name of constituent fund | Current level | Maximum level |
|------------------------------|--|--|---|
| Investment Management Fee | China Life Guaranteed Return Fund | 0.1% p.a. of Net Asset Value of the underlying fund | 0.1% p.a. of Net Asset Value of the underlying fund |
| | China Life Growth Fund China Life Balanced Fund China Life Hong Kong Equity Fund | 0.45% p.a. of Net Asset Value of the underlying fund | 2% p.a. of Net Asset Value of the underlying fund |

| | | | |
|-------------|--|--|--|
| | China Life Core Accumulation Fund China Life Age 65 Plus Fund | 0.08% p.a. of Net Asset Value of the underlying fund | 0.08% p.a. of Net Asset Value of the underlying fund |
| Trustee Fee | China Life Growth Fund China Life Balanced Fund China Life Hong Kong Equity Fund | 0.1% p.a. of Net Asset Value of the underlying fund | 0.5% p.a. of Net Asset Value of the underlying fund |
| | China Life Retire-Easy Global Equity Fund | 0.1% p.a. of Net Asset Value of the underlying fund | 1% p.a. of Net Asset Value of the underlying fund |
| | China Life Core Accumulation Fund China Life Age 65 Plus Fund | 0.08% p.a. of Net Asset Value of the underlying fund | 0.08% p.a. of Net Asset Value of the underlying fund |

7. “China Life Retire-Easy Capital Stable Fund, China Life Retire-Easy Balanced Fund and” in item (d) of “EXPLANATORY NOTES” of “FEE TABLE” under the Section “FEES AND CHARGES” in page 25 will be deleted.
8. “Annexure A-6” in page 41 will be deleted and Annexure A-7 will be renumbered as “Annexure A-6”.
9. “Annexure A-8” in page 43 will be deleted and “Annexure A-9”, “Annexure A-10” and “Annexure A-11” thereafter will be renumbered as “Annexure A-7”, “Annexure A-8” and “Annexure A-9” accordingly.