



Invesco Strategic MPF Scheme Reports and Financial Statements

For the year ended 31 March 2021

Invesco Strategic MPF Scheme

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Invesco Strategic MPF Scheme

Scheme Report

FOR THE YEAR ENDED 31 MARCH 2021

Invesco Strategic MPF Scheme (the "Scheme") is established under the Trust Deed dated 31 January 2000, as amended, and is registered with the Mandatory Provident Fund Schemes Authority of Hong Kong (the "MPFA"). The Scheme is specially designed to meet the requirements under the Mandatory Provident Fund Schemes Ordinance of Hong Kong.

The implementation date of Mandatory Provident Fund Schemes Ordinance was 1 December 2000 and the Scheme started its operations on the same date.

Operating Parties

The particulars of key service providers involved in the Scheme are:

Sponsor & Investment Manager:	Invesco Hong Kong Limited 41/F, Champion Tower Three Garden Road, Central Hong Kong INVESSCall Member Hotline : 2842 7878 INVESSNet : www.invesco.com.hk/mpf
Trustee, Custodian & Administrator:	Bank Consortium Trust Company Limited 18/F, Cosco Tower 183 Queen's Road Central Hong Kong
Legal Adviser:	Deacons 5/F, Alexandra House 18 Chater Road, Central Hong Kong
Guarantor:	Principal Insurance Company (Hong Kong) Limited 30/F, Millennium City 6 392 Kwun Tong Road, Kwun Tong Kowloon Hong Kong
Banker:	Citibank, N.A. 50/F, Champion Tower Three Garden Road, Central Hong Kong
Auditor:	PricewaterhouseCoopers 22/F, Prince's Building, 10 Chater Road Hong Kong

Invesco Strategic MPF Scheme

Scheme Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Operating Parties (Continued)

The Investment Manager is Invesco Hong Kong Limited, which was established in Hong Kong in 1972. The Investment Manager specialises in investment research and fund management in the Far East with offices and related companies in Hong Kong, Taiwan, Singapore, Japan and Australia.

Invesco Hong Kong Limited is an indirect wholly owned subsidiary of Invesco Ltd. (together with its members, "the Group"), which is listed on the New York Stock Exchange. It is one of the largest independent fund management firms in the world, with around US\$1,404.1 billion (2020: US\$1,053.4 billion) under management worldwide as at 31 March 2021. Through the extensive network of information resources and economic and investment research of the Group, Invesco Hong Kong Limited can tap into the expertise of more than 750 investment professionals throughout the Group operating in more than 20 countries.

Bank Consortium Trust Company Limited is an approved trustee registered under section 20 of the Hong Kong Mandatory Provident Fund Schemes Ordinance. As the provider of administration, custodian and trusteeship services, the Trustee also acts as the Administrator of the Scheme. The directors of the Bank Consortium Trust Company Limited during the year were:

Mr. Tan Stephen	Executive Director Asia Financial Holdings Limited 16/F, Worldwide House 19 Des Voeux Road Central Hong Kong
Ms. Ko Sog Yee Karen (Alternate Director to Mr. Tan Stephen)	Chief Operating Officer & Senior Executive Vice President Asia Financial Holdings Limited 16/F, Worldwide House 19 Des Voeux Road Central Hong Kong
Mr. Lau Wai Man	Executive Director & Deputy Chief Executive Chong Hing Bank Limited 26/F, Chong Hing Bank Centre 24 Des Voeux Road Central Hong Kong
Mr. Wong Hon Hing	Vice Chairman, Managing Director and Chief Executive Dah Sing Bank, Limited 26/F, Dah Sing Financial Centre 248 Queen's Road East, Wanchai Hong Kong (formerly: 36/F, Everbright Centre 108 Gloucester Road, Wanchai Hong Kong)

Invesco Strategic MPF Scheme

Scheme Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Operating Parties (Continued)

Mr. Wang Pak Ling Gary (Alternate Director to Mr. Wong Hon Hing) (Appointed on 3 November 2020)	Executive Director, Deputy Chief Executive & Group Chief Financial and Operating Officer Dah Sing Bank, Limited 26/F, Dah Sing Financial Centre 248 Queen's Road East, Wanchai Hong Kong (formerly: 36/F, Everbright Centre 108 Gloucester Road, Wanchai Hong Kong)
Mr. Kwok Sek-chi, David	Deputy Chairman, Managing Director & Chief Executive Shanghai Commercial Bank Limited 7/F, Shanghai Commercial Bank Tower 12 Queen's Road Central Hong Kong
Mr. Li Yiu Ki (Alternate Director to Mr. Kwok Sek-chi, David)	Head of MPF Services Centre Department Shanghai Commercial Bank Limited 28/F, Landmark East 100 How Ming Street Kwun Tong, Kowloon Hong Kong
Mr. Wang Frank John (Ceased / Resigned on 11 September 2020)	Authorised Representative OCBC Wing Hang Bank Limited 4/F, 161 Queen's Road Central Hong Kong
Ms. Au-Yeung Lai Ling Ivy (Appointed on 11 September 2020)	Chief Executive OCBC Wing Hang Bank Limited 4/F, 161 Queen's Road Central Hong Kong
Mr. Woo Lap Hoi	Director & Chief Executive Officer CMB Wing Lung Insurance Brokers Limited 1/F, CMB Wing Lung Bank Building 45 Des Voeux Road Central Hong Kong
Mr. Hui Cheong Ming (Alternate Director to Mr. Woo Lap Hoi) (Appointed on 10 December 2020)	Head of Life Insurance and MPF CMB Wing Lung Bank Limited 1/F, CMB Wing Lung Bank Building 45 Des Voeux Road Central Hong Kong

Invesco Strategic MPF Scheme

Scheme Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Operating Parties (Continued)

Ms. Lau Ka Shi, Betsy	Managing Director & CEO Bank Consortium Trust Company Limited 18/F, Cosco Tower 183 Queen's Road Central Hong Kong
Mr. Leckie Stuart Hamilton, OBE, JP (Independent Director)	Chairman Stirling Finance Limited 2207 Tower 2, Lippo Centre 89 Queensway Hong Kong
Mr. Tam Po Chiu (Independent Director)	c/o Bank Consortium Trust Company Limited 18/F, Cosco Tower 183 Queen's Road Central Hong Kong

Scheme members can obtain further information about the Scheme and its operations from the Sponsor and Investment Manager, Invesco Hong Kong Limited, or the Trustee and Administrator, Bank Consortium Trust Company Limited at the addresses, hotline and website shown on page 1.

Invesco Strategic MPF Scheme

Scheme Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Financial Development of the Scheme

The total contributions received and receivable including transfers in, and benefits paid and payable including transfers out and forfeitures during the year were HK\$2,145,971,970 (2020: HK\$2,133,943,561) and HK\$1,924,126,556 (2020: HK\$1,144,113,995) respectively. The net asset value of the Scheme as of 31 March 2021 was HK\$25,198,080,132 (2020: HK\$19,824,622,458).

Changes to the Governing Rules

Set out below is a brief summary of the key amendments to the governing rules/ the offering document of the Scheme and its constituent funds ("Brochure") of the Master Trust:

- (1) Amendment of investment objective and policy of the Asian Equity Fund effective from 4 December 2020.
- (2) Amendment of investment objective and policy of the RMB Bond Fund effective from 2 July 2021.
- (3) Update of INVESNet website address.
- (4) Update of risk disclosures : risks associated with Stock Connect Program, and the list of risks applicable to the Asian Equity Fund, Growth Fund and Balanced Fund.
- (5) Reduction of management fees of Invesco Hang Seng Index Tracking Fund at constituent fund level effective from 1 April 2021.

For the details, please refer to the relevant parts of the Brochure.

Manager's Report

FOR THE YEAR ENDED 31 MARCH 2021

Performance Review

Market performance summary of global equity markets: Global equity markets moved higher over the reporting period. Gains were fuelled by an accelerating recovery across countries from the COVID disruption together with the continued rollout of massive stimulus. Particularly in the US, President Biden signed into law a US\$1.9 trillion relief package in early 2021, accompanied by initially details of a US\$2 trillion overhaul of US infrastructure. That said, the improving economic prospect has raised concerns around how the recovery, combined with stimulus, could fuel inflation. This was borne out in the markets by rising government bond yields, even though central banks did their best to talk them down. Value/cyclical sectors have taken market leadership from growth stocks since late 2020 amid strong reflation expectations.

US equities: US equity markets advanced higher, bolstered by signs that the recovery in the US economy is accelerating. With more people being vaccinated and lockdown measures being eased in certain areas, the unemployment rate fell as employers took on more workers.

European equities: European equities rallied during the reporting period driven by positive earnings announcements and a continued pick-up in economic and survey data across the region. The manufacturing side of the Eurozone economies has rebounded since mid-2020 and reached all-time high in March 2021, led by strong export demand, while the services side remained sensitive to COVID restrictions.

Japanese equities: Similar to other markets, Japan ended the reporting period on a higher note. Sentiment was helped by the improved global growth outlook and better visibility surrounding the recovery in corporate profitability. The market has seen the completion of a strong quarterly results season in early 2021. Meanwhile, the Bank of Japan will continue with its accommodative policies to stabilize growth outlook.

China and Hong Kong equities: China / HK equities delivered strong returns in 2020 thanks to its early economic recovery amid effective COVID containment. Their outperformance was however reversed in early 2021 given concerns over policy normalisation and tightened regulatory measures towards the internet sector.

Asia Pacific (ex Japan, Hong Kong and China) equities: The performances of the Asian equity markets was mixed over the reporting period. In Taiwan and Korea where the COVID situation was under better control, returns were strong driven by the outperformance of technology companies on the back of rising global demand for electronic components and products. India and ASEAN on the other hand underperformed and dragged down by continuous COVID disruptions.

Global bonds: The most prominent development in the bond market over the reporting period was the rise in government bond yields entering 2021, driven by optimism over the vaccine roll-out as well as inflationary impact of economic stimulus. Central banks continued to argue that low inflation environment is unlikely to change anytime soon and remained committed to accommodative policies.

Manager's Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Portfolio Strategy and Market outlook

Portfolio strategy: Given the apparent success of vaccine rollouts in the developed world, we believe the global economy will show solid growth in 2021, partly as a function of a rebound from deep recession, partly due to a gradual release of pent-up demand and also due to fiscal support (especially in the US). At the same time, we expect major central banks to continue providing generous support (via low interest rates and asset purchases). We believe equities can still appreciate, even after the strong recent re-rating, as relative valuations remain supportive, particularly when compared to corporate bonds. However, equity investors will now have to rely on the strength of the corporate earnings recovery to drive markets sustainably higher. Nevertheless, with equity valuations not yet in bubble territory, bouts of volatility leading to corrections open-up opportunities to add recovery risk for the longer-term.

US equities: US equities look expensive, both in terms of absolute valuations and relative to other markets. Leadership remains narrow as large amounts of capital have been allocated to new economy disruptor stocks. Strong performance combined with a number of technical indicators suggest that the US market is overbought, which increases the likelihood of short-term bouts of volatility.

European equities: Valuations look neutral at best, but the sector mix and catch-up of EPS expectations suggests periods of outperformance are possible in the post-pandemic recovery. Co-ordinated policy support is modestly helpful, but its potential to meaningfully support European equity markets is arguably limited.

Japanese equities: Japanese equity market valuations remain attractive in a global context, and earnings have generally been surprising to the upside and catching up to the US. Japanese balance sheets remain strong, which should provide support for dividends, and the policy framework remains helpful with the Bank of Japan being an active buyer and owner of Japanese equities.

China and Hong Kong equities: We believe economic growth in China is on the solid footing, evidenced by stronger-than-expected activities data across the board at the beginning of 2021. Government policies, though normalizing, remain accommodative compared with their pre-COVID levels. A favourable macro backdrop is conducive to earnings recovery, which we believe will lead market gains in 2021. From a long-term perspective, we stayed focused on areas that can benefit from structural growth drivers in China.

Asia Pacific (ex Japan, Hong Kong and China) equities: We believe Asia will enter a goldilocks phase with improving growth, benign inflation and accommodative policies. We believe economic recovery in developed markets will accelerate its growth thanks to the linkage via exports. We see economic fundamentals have significantly improved across Asian economies in the past few years, leading to strengthened macro stability.

Global bonds: Yield curves are susceptible to steepening (and so capital loss) as investors grapple with the nature of the recovery, while central banks keep monetary policy as loose as possible via quantitative easing mechanisms. Spreads on corporate bonds are tight, particularly in investment grade where yields are extremely low, leading us to prefer high yield assets, where their yields remain relatively attractive in a world of zero interest rate policies.

Invesco Hong Kong Limited
Hong Kong, 10 September 2021

Invesco Strategic MPF Scheme

Investment Report

FOR THE YEAR ENDED 31 MARCH 2021

Invesco Strategic MPF Scheme (the "Scheme") offers twelve constituent funds with different investment policies. The MPF Conservative Fund, Age 65 Plus Fund and Core Accumulation Fund are constituent funds required under the Mandatory Provident Fund Schemes (General) Regulation. The other constituent funds of the Scheme are Guaranteed Fund, Global Bond Fund, RMB Bond Fund, Capital Stable Fund, Balanced Fund, Growth Fund, Hong Kong and China Equity Fund, Asian Equity Fund and Invesco Hang Seng Index Tracking Fund. The respective investment policies are set out below. There was no change in the investment policy of the constituent funds except for Asian Equity Fund during the year.

Investment Policies

MPF Conservative Fund: To invest in HK dollar deposits, HK dollar denominated money market instruments as well as short-dated fixed interest securities.

Guaranteed Fund: To invest in an Approved Pooled Investment Fund ("APIF") guaranteed by Principal Insurance Company (Hong Kong) Limited (the "Guarantor"), which invests in two or more APIFs and/or approved Index-Tracking Collective Investment Schemes (the "ITCIS"). The underlying investments will consist of around 25% to 90% in debt securities, 10% to 55% in equity securities both denominated in HK dollars, US dollars or other currencies and up to 20% in cash and short term investments.

Global Bond Fund: To invest around 50% to 90% of its net asset value in global bonds and around 10% to 50% of its net asset value in HK dollar denominated bonds (through investment in an APIF).

RMB Bond Fund: To invest in an APIF (the APIF is denominated in HKD only and not in RMB) which will primarily invest in Renminbi ("RMB") denominated debt instruments and RMB denominated money market instruments in accordance with the following target ranges of asset allocation:

By Asset Class	Min%	Max%**
Debt instruments	70%	100%
Cash and money market instruments	0%	30%

By Currency	Min%	Max%**
RMB denominated instruments	70%	100%
Non-RMB denominated instruments	0%	30%

**Investors should note that the above ranges of asset allocation is for indication only and long term allocations may vary with changing market conditions.

The APIF will invest at least 70% of its net asset value in RMB denominated bonds issued outside Mainland China, with a primary focus on RMB denominated bonds issued in Hong Kong. It may also invest in other RMB denominated debt instruments which include but are not limited to convertible bonds, fixed rate and floating rate debt instruments, issued by governmental and supranational bodies, local authorities, national public bodies and corporations worldwide.

The RMB denominated money market instruments of the APIF include but are not limited to commercial papers, certificates of deposit and bank deposits.

The APIF will not invest in securities issued within Mainland China through any Qualified Foreign Institutional Investor (QFII) quota.

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Investment Policies (Continued)

RMB Bond Fund (Continued):

The APIF may invest up to 30% of its net asset value in non-RMB denominated bonds, money market instruments, cash and cash equivalents. These non-RMB denominated holdings will be primarily denominated in HK dollar or US dollar but may also be denominated in other currencies in the Asia Pacific region. ♦

- ♦ The Investment Manager believes that the non-RMB currency exposure of the APIF will mitigate risks arising from the RMB exchange rate fluctuations and provide flexibility to achieve steady growth over the long term in various market conditions. Such exposure may also help to reduce the cost of hedging in order to provide the effective currency exposure as required under the Schedule 1 to the MPF General Regulation.

Capital Stable Fund: To invest around 70% of its net asset value in global bonds and 30% of its net asset value in global equities (through investment in two or more APIFs). Equity investment will be made on a global basis with an emphasis on the Hong Kong market. Fixed income investments will be made on a global basis.

Balanced Fund: To invest around 30% of its net asset value in global bonds and 70% of its net asset value in global equities (through investment in two or more APIFs). Equity investment will be made on a global basis with an emphasis on the Hong Kong market. Fixed income investments will be made on a global basis.

Growth Fund: To invest up to 100% of its net asset value in global equities (through investment in an APIF). Equity investments will be made on a global basis with an emphasis on the Hong Kong market.

Hong Kong and China Equity Fund: To invest up to 100% of its net asset value in Hong Kong and China-related securities, which are listed on Hong Kong or other stock exchanges (through investment in an APIF). China-related securities are defined as securities listed on the Hong Kong Stock Exchange or other exchanges, of issuers generating a substantial portion of their revenues and/or profits in the People's Republic of China (including, but not limited to, China A-Shares). The APIF will normally invest up to 100% of its net asset value in Hong Kong and China-related securities. Up to 10% of its net asset value may be invested in Hong Kong and China-related securities listed on a stock exchange that is not an approved stock exchange as defined in the MPF General Regulation.

Asian Equity Fund: (With effect from 4 December 2020) To invest up to 100% of its net asset value in Asian (excluding Japanese) equities (through investment in an APIF).
(Up to 3 December 2020) To invest up to 100% of its net asset value in Asian (excluding Hong Kong & Japanese) equities (through investment in an APIF).

Invesco Hang Seng Index Tracking Fund: To invest directly in a single approved index-tracking collective investment scheme, namely, TraHK[^]. Invesco Hang Seng Index Tracking Fund may hold cash and bank deposits for ancillary purposes.

TraHK's investment objective is to provide investment results that closely correspond to the performance of the Hang Seng Index of Hong Kong. The manager of TraHK (State Street Global Advisors Asia Limited) seeks to achieve the investment objective of TraHK by investing all, or substantially all, of TraHK's assets in the shares in the constituent companies of the Hang Seng Index in substantially the same weightings as they appear in the Hang Seng Index.

Invesco Strategic MPF Scheme

Investment Report (Continued)

FOR THE YEAR ENDED 31 MARCH 2021

Investment Policies (Continued)

Invesco Hang Seng Index Tracking Fund (Continued):

The Hang Seng Index measures the performance of largest and most liquid companies listed on the Main Board of the Stock Exchange of Hong Kong Limited and is compiled by adopting free float adjusted market capitalisation weighted methodology. Details of the index methodology and further information in relation to the Hang Seng Index are available at www.hsi.com.hk. As for other important news of the Hang Seng Index, Hang Seng Indexes Company Limited will also make announcements through press releases and at www.hsi.com.hk. Please also refer to the "Further Information on the Hang Seng Index" section of the Brochure for further information on the Hang Seng Index including the disclaimer of the index provider.

^TraHK is an Index-Tracking Collective Investment Scheme approved by the MPFA (the "ITCIS").

The above details are in summary form only and must be read in conjunction with the detailed information contained in the current brochure.

Age 65 Plus Fund:

Investment Structure

To feed into an APIF, the Invesco Pooled Investment Fund - Age 65 Plus Fund, that invests in two other APIFs (the "Underlying APIFs"), which in turn invest directly in a portfolio of global equities, and a portfolio of global fixed income securities, as well as cash and money market instruments as allowed under the MPF General Regulation.

Asset Allocation

Through the two Underlying APIFs, the APIF invested by the Age 65 Plus Fund targets to invest 20% of its net asset value 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. Subject to the above, the investment manager of the APIF invested by the Age 65 Plus Fund has discretion as to the asset allocation of the APIF.

Geographical Allocation

There is no prescribed allocation for investments in any specific countries or currencies.

Investment strategy of Underlying APIFs

The Underlying APIFs adopt an active investment strategy. The Underlying APIFs seek to achieve returns above that of the respective reference indexes through active management of portfolios with reference to the constituents / credit rating, sectors, and geographic allocation of the reference indexes. In other words, the constituents of the portfolios may not be identical to the reference indexes in terms of security selection and weighting and the Underlying APIFs may selectively react to the movement of dealings in the portfolios or market fluctuations. This strategy aims to promote efficiency and minimize cost for the purpose of DIS asset rebalancing.

Hong Kong Dollar Currency Exposure

The Age 65 Plus Fund will maintain an effective currency exposure to Hong Kong dollars of not less than 30% through investments in the Underlying APIFs.

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Investment Policies (Continued)

Core Accumulation Fund:

Investment Structure

To feed into an APIF, the Invesco Pooled Investment Fund - Core Accumulation Fund, that invests in two other APIFs (the "Underlying APIFs"), which in turn invest directly in a portfolio of global equities, and a portfolio of global fixed income securities, as well as cash and money market instruments as allowed under the MPF General Regulation.

Asset Allocation

Through the two Underlying APIFs, the APIF invested by the Core Accumulation Fund targets to invest 60% of its net asset value 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 55% and 65% due to differing price movements of various equity and bond markets. Subject to the above, the investment manager of the APIF invested by the Core Accumulation Fund has discretion as to the asset allocation of the APIF.

Geographical Allocation

There is no prescribed allocation for investments in any specific countries or currencies.

Investment strategy of Underlying APIFs

The Underlying APIFs adopt an active investment strategy. The Underlying APIFs seek to achieve returns above that of the constituent index for equity securities and the constituent index for fixed income securities under the Reference Portfolio ("**reference indexes**") through active management of portfolios with reference to the constituents / credit rating, sectors, and geographic allocation of the reference indexes. In other words, the constituents of the portfolios may not be identical to the reference indexes in terms of security selection and weighting and the Underlying APIFs may selectively react to the movement of dealings in the portfolios or market fluctuations. This strategy aims to promote efficiency and minimize cost for the purpose of DIS asset rebalancing.

Hong Kong Dollar Currency Exposure

The Core Accumulation Fund will maintain an effective currency exposure to Hong Kong dollars of not less than 30% through investments in the Underlying APIFs.

Commentary By Trustee

The Trustee of the Scheme confirmed that:

- (a) Based on the information received from the Investment Manager of the Scheme during the year, to the best of the knowledge and belief of the Trustee, the investment objectives and policies for each constituent fund of the Scheme were complied with; and
- (b) Contents of the Manager's Report contained thereunder are acknowledged and endorsed by the Trustee.

Set out below are the information for helping scheme members to review performance of their MPF investments.

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

A. Trustee's commentary on analysis of the investments held by the scheme and supporting information of its commentary				
	Annualized return (in terms of %)			
	Last 1 year	Last 5 years	Last 10 years	Since Launch
MPF Conservative Fund				
- Class A	0.44	0.73	0.58	0.91
- Class H	0.44	0.73	0.58	0.91
<i>Launch date: 29/01/2001 - Class A</i>				
<i>Launch date: 12/02/2001 - Class H</i>				
Performance Target				
- Class A	0.00	0.03	0.02	0.39
- Class H	0.00	0.03	0.02	0.38
Deviation from the performance target				
- Class A	0.44	0.70	0.56	0.52
- Class H	0.44	0.70	0.56	0.53
Trustee's commentary				
<p>According to the Investment Manager, the deviation of the 1-year performance in respect of the financial period ended 31 March 2021 was mainly due to yield carry from overweigh positions in 3-6 months tenor given the steep HIBOR curve. The fund has been able to take advantage of a steeper yield curve & deployed cash into 6-month or beyond CDs to lock in higher rates.</p>				
*Benchmark: MPF Prescribed Savings Rate				
	Annualized return (in terms of %)			
	Last 1 year	Last 5 years	Last 10 years	Since Launch
Guaranteed Fund				
- Class G	8.22	1.75	1.66	1.41
<i>Launch date: 29/01/2001</i>				
Performance Target				
- Class G	0.00	0.03	0.02	0.39
Deviation from the performance target				
- Class G	8.22	1.72	1.64	1.02
Trustee's commentary				
<p>Market value returns are shown in the table. The deviation of 1 year performance in respect of the financial period ended 31 March 2021 was mainly due to positive returns across the asset classes. Members investing in the Guaranteed Fund may be provided with a guarantee of capital and a prescribed rate of return when a qualifying event occurs.</p>				
<p>Due to different features of guaranteed funds, direct comparison of the performance of guaranteed funds may also not be meaningful.</p>				
* Benchmark: MPF Prescribed Savings Rate				

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

	Annualized return (in terms of %)			
	Last 1 year	Last 5 years	Last 10 years	Since Launch
Global Bond Fund				
- Class A	4.36	1.74	1.97	2.71
- Class H	4.48	1.86	2.10	2.85
<i>Launch date: 05/03/2003</i>				
Performance Target				
- Class A	3.52	2.66	2.47	3.81
- Class H	3.52	2.66	2.47	3.81
Deviation from the performance target				
- Class A	0.84	(0.92)	(0.50)	(1.10)
- Class H	0.96	(0.80)	(0.37)	(0.96)
Trustee's commentary				
<p>The Global Bond fund outperformed its benchmark over the year to end March 2021. A key driver was the strong outperformance of the active strategies taken versus the global aggregate component of the benchmark.</p> <p>*Benchmark: 70% Barclays Capital Global Aggregate + 30% Markit iBoxx ALBI Hong Kong</p>				
	Annualized return (in terms of %)			
	Last 1 year	Last 5 years	Last 10 years	Since Launch
RMB Bond Fund				
- Class A	6.82	1.75	-	0.30
- Class H	6.95	1.87	-	0.42
<i>Launch date: 05/03/2013 - Class A</i>				
<i>Launch date: 06/03/2013 - Class H</i>				
Performance Target				
- Class A	11.61	4.18	-	2.72
- Class H	11.61	4.18	-	2.71
Deviation from the performance target				
- Class A	(4.79)	(2.43)	-	(2.42)
- Class H	(4.66)	(2.31)	-	(2.29)
Trustee's commentary				
<p>According to the Investment Manager, the deviation of the 1-year performance in respect of the financial period ended 31 March 2021 was mainly due to the difference in currency hedge positions. CNH/HKD appreciated 8.45% last year, our fund has 30% HKD hedge due to regulatory requirement, while the Index has enjoyed 100% of currency appreciation. The fund was able to increase yield carry through more allocation in credit bonds.</p> <p>*Benchmark: Markit iBoxx ALBI China Offshore Non-Government Investment Grade</p>				

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

	Annualized return (in terms of %)			
	Last 1 year	Last 5 years	Last 10 years	Since Launch
Capital Stable Fund				
- Class A	15.87	4.59	3.51	4.16
- Class H	16.01	4.71	3.64	4.35
<i>Launch date: 29/01/2001 - Class A</i>				
<i>Launch date: 12/02/2001 - Class H</i>				
Performance Target				
- Class A	15.81	5.75	4.26	5.54
- Class H	15.81	5.75	4.26	5.65
Deviation from the performance target				
- Class A	0.06	(1.16)	(0.75)	(1.38)
- Class H	0.20	(1.04)	(0.62)	(1.30)
Trustee's commentary				
<p>According to the Investment Manager, the deviation of the 1-year performance in respect of the financial period ended 31 March 2021 was mainly due to favorable security selection across the European and Japanese equities along with fixed income market. Asset Allocation contributed mildly negative to return as cash portion act against the market rally and offset some of the return from risky assets during this review period.</p> <p>*Benchmark: 10.5% FTSE MPF HK + 3.9% Custom MPF Asia ex JP ex HK CN + 6% FTSE MPF Europe + 3.6% FTSE MPF Japan + 6% FTSE MPF NA + 49% Barclays Capital Global Aggregate + 21% Markit iBoxx ALBI Hong Kong</p>				
	Annualized return (in terms of %)			
	Last 1 year	Last 5 years	Last 10 years	Since Launch
Balanced Fund				
- Class A	32.92	8.07	5.24	4.90
- Class H	33.08	8.20	5.36	5.19
<i>Launch date: 29/01/2001 - Class A</i>				
<i>Launch date: 12/02/2001 - Class H</i>				
Performance Target				
- Class A	34.04	9.73	6.39	6.69
- Class H	34.04	9.73	6.39	6.95
Deviation from the performance target				
- Class A	(1.12)	(1.66)	(1.15)	(1.79)
- Class H	(0.96)	(1.53)	(1.03)	(1.76)
Trustee's commentary				
<p>According to the Investment Manager, the deviation of the 1-year performance in respect of the financial period ended 31 March 2021 was mainly due to unfavorable security selection across Hong Kong, Asia and North American equities. While asset allocation contributed mildly positive to return as underweighting fixed income help to enhance the offensiveness of the portfolio relative to a strong equity market during this period.</p> <p>*Benchmark: 24.5% FTSE MPF HK + 9.1% Custom MPF Asia ex JP ex HK CN + 14% FTSE MPF Europe + 8.4% FTSE MPF Japan + 14% FTSE MPF NA + 21% Barclays Capital Global Aggregate + 9% Markit iBoxx ALBI Hong Kong</p>				

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

	Annualized return (in terms of %)			
	Last 1 year	Last 5 years	Last 10 years	Since Launch
Growth Fund				
- Class A	46.30	10.29	6.18	5.34
- Class H	46.48	10.42	6.31	5.57
<i>Launch date: 28/12/2000 - Class A</i>				
<i>Launch date: 12/02/2001 - Class H</i>				
Performance Target				
- Class A	49.21	12.59	7.80	7.42
- Class H	49.21	12.59	7.80	7.62
Deviation from the performance target				
- Class A	(2.91)	(2.30)	(1.62)	(2.08)
- Class H	(2.73)	(2.17)	(1.49)	(2.05)
Trustee's commentary				
<p>According to the Investment Manager, the deviation of the 1-year performance in respect of the financial period ended 31 March 2021 was mainly due to unfavorable security selection across Asia, Hong Kong and North American equities. Contribution from overall asset allocation was positive as overweighting Asia, North America along with underweighting Europe and Japan help to offset some impact from cash portion during this review period.</p>				
<p>*Benchmark: 35% FTSE MPF HK + 13% Custom MPF Asia ex JP ex HK CN + 20% FTSE MPF Europe + 12% FTSE MPF Japan + 20% FTSE MPF NA</p>				
	Annualized return (in terms of %)			
	Last 1 year	Last 5 years	Last 10 years	Since Launch
Hong Kong and China Equity Fund				
- Class A	32.64	10.74	4.59	9.64
- Class H	32.81	10.87	4.72	9.60
<i>Launch date: 05/03/2003 - Class A</i>				
<i>Launch date: 03/03/2003 - Class H</i>				
Performance Target				
- Class A	36.40	12.31	6.21	11.72
- Class H	36.40	12.31	6.21	11.72
Deviation from the performance target				
- Class A	(3.76)	(1.57)	(1.62)	(2.08)
- Class H	(3.59)	(1.44)	(1.49)	(2.12)
Trustee's commentary				
<p>According to the Investment Manager, the deviation of the 1-year performance in respect of the financial period ended 31 March 2021 was mainly due to unfavorable security selection from consumer discretionary, healthcare and real estate sectors. The fund had a strong first half but lagged in the second half of the reporting period as the team's valuation consciousness led to the fund not having exposure in selected surging sectors such as autos and sport apparels which weighed on relative performance.</p>				
<p>*Benchmark: FTSE MPF HK</p>				

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

	Annualized return (in terms of %)			
	Last 1 year	Last 5 years	Last 10 years	Since Launch
Asian Equity Fund				
- Class A	58.76	9.16	4.83	3.06
- Class H	58.92	9.28	4.95	3.00
<i>Launch date: 28/09/2007 - Class A</i> <i>Launch date: 03/10/2007 - Class H</i>				
Performance Target				
- Class A	66.94	12.34	5.98	4.75
- Class H	66.94	12.34	5.98	4.55
Deviation from the performance target				
- Class A	(8.18)	(3.18)	(1.15)	(1.69)
- Class H	(8.02)	(3.06)	(1.03)	(1.55)
Trustee's commentary				
<p>According to the Investment Manager, the deviation of the 1-year performance in respect of the financial period ended 31 March 2021 was mainly due to unfavorable country allocation and residual cash held. The strategy went through a transition in December 2020 where the investment universe was migrated from Asia Pacific ex Japan, HK & China to Asia ex Japan. Key structural changes were removal of Australia and New Zealand and substituted by HK & China markets.</p>				
*Benchmark: FTSE MPF Asia Pacific ex JP ex AU NZ				
	Annualized return (in terms of %)			
	Last 1 year	Last 5 years	Last 10 years	Since Launch
Invesco Hang Seng Index Tracking Fund				
- Class A	22.53	8.98	-	4.43
- Class H	22.59	9.03	-	4.48
<i>Launch date: 31/07/2014</i>				
Performance Target				
- Class A	23.71	10.09	-	5.43
- Class H	23.71	10.09	-	5.43
Deviation from the performance target				
- Class A	(1.18)	(1.11)	-	(1.00)
- Class H	(1.12)	(1.06)	-	(0.95)
Trustee's commentary				
<p>According to the Investment Manager, the deviation of the 1-year performance in respect of the financial period ended 31 March 2021. The constituent fund invests in the Tracker Fund of Hong Kong. Trailing returns during the last one year was mainly attributable to fees and ancillary cash for funding purpose.</p>				
*Benchmark: Hang Seng Index				

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

	Annualized return (in terms of %)			
	Last 1 year	Last 5 years	Last 10 years	Since Launch
Age 65 Plus Fund				
- Class A	8.48	-	-	4.45
- Class H	8.48	-	-	4.45
<i>Launch date: 01/04/2017</i>				
Performance Target				
- Class A	8.58	-	-	5.40
- Class H	8.58	-	-	5.40
Deviation from the performance target				
- Class A	(0.10)	-	-	(0.95)
- Class H	(0.10)	-	-	(0.95)
Trustee's commentary				
<p>According to the Investment Manager, the deviation of the 1-year performance in respect of the financial period ended 31 March 2021 was mainly due to mildly unfavorable security selection from equities but offset by fixed income portion. Asset Allocation contributed positively to return as overweighting equities and underweighting fixed income help to enhance the return profile during a bullish environment.</p> <p>*Benchmark: 77% Citi MPF World Government Bond Index + 20% FTSE MPF All-World Index + 3% MPF Prescribed Savings Rate</p>				
	Annualized return (in terms of %)			
	Last 1 year	Last 5 years	Last 10 years	Since Launch
Core Accumulation Fund				
- Class A	29.61	-	-	8.03
- Class H	29.61	-	-	8.03
<i>Launch date: 01/04/2017</i>				
Performance Target				
- Class A	30.35	-	-	9.35
- Class H	30.35	-	-	9.35
Deviation from the performance target				
- Class A	(0.74)	-	-	(1.32)
- Class H	(0.74)	-	-	(1.32)
Trustee's commentary				
<p>According to the Investment Manager, the deviation of the 1-year performance in respect of the financial period ended 31 March 2021 was mainly due to unfavorable security selection from equities portion. Asset Allocation contributed positively to overall return as overweighting equities and underweighting fixed income help to minimize the impact from selection effect during this review period.</p> <p>*Benchmark: 37% Citi MPF World Government Bond Index + 60% FTSE MPF All-World Index + 3% MPF Prescribed Savings Rate</p>				

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

B. Supporting information in relation to Trustee's assessment framework for deriving its commentary and Trustee's action, if any, to address its concerns raised in its commentary in Section A

Fund performance is monitored by the Trustee on a regular basis and which involves a Board committee composed of members with experience in investment, including Board members. In the event of underperformance of fund(s), the Trustee would routinely (and with the involvement of the Board committee, as appropriate) follow up with relevant sponsor/fund manager to ensure that appropriate action(s) are taken to enhance investment returns.

Trustee's performance monitoring mechanism operates in such a way so that for any of the constituent funds, if its 1-year performance is below the benchmark/target and the market median, no immediate action would be required unless the underperformance persists.

Trustee also monitors performance of appointed investment managers from perspectives other than fund performance. Other factors such as compliance cultures and experience/investment philosophy of the investment managers for delivering sustainable performance to scheme members on a long-term basis are also taken into account.

Set out below is a high-level summary of actions/measures of the Investment Manager/Sponsor/Trustee in response to the underperformance issues of some of the relevant funds for the financial period ended 31 March 2021.

- (a) For the Balanced Fund, Capital Stable Fund and Growth Fund (which are mixed asset strategy funds adopting a building block approach), the underperformance was primarily due to the disappointing performance of European equities as value fell out of favor. Over the period under review, the investment team has made key structural enhancement on new capabilities in North American and Europe equities that are complementary in style to existing strategies, and are designed to deliver a more stable performance at a combined level.
- (b) For the Asia Equity Fund, the investment coverage in the Taiwan market would be broadened by tapping into more unique opportunities in the small to medium capital size of companies that are less favored by foreign investors. For India market, number of ways have been explored to better integrate with Mumbai-based investment team to unearth greater number of alpha opportunities that are typically favored by local investors. Stock selection would be enhanced by implementing a more tactical with clear country allocation tilts in the portfolio position over a cycle to reflect top-down view and bottom-up opportunities.
- (c) For the Hong Kong and China Equity Fund, the investment team will aim to review the portfolio positioning and buy-sell activities to ensure the portfolio is consistent with the investment process focusing on quality sustainable growth companies at reasonable valuation.
- (d) For the RMB Bond Fund, despite the fact that the fund was inevitably underperform given the 30% HKD hedge, the expansion of investment universe to include onshore bonds via bond connect would help to drive a better long-term return for the fund performance.
- (e) For the Invesco Hang Seng Index Tracking Fund, because of its index tracking nature, investment manager has no discretion to adapt to market changes. Tracking error (underperformance) resulted from cash holding and fee charges might not be unavoidable.
- (f) For the Age 65 Plus Fund and Core Accumulation Fund (of which the last 1-year fund performances were slightly below the respective performance targets), Trustee will continue monitoring the situations (particularly as regards portfolio construction framework of fixed income portion).

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Investment Income and Performance

For the year ended 31 March 2019

	Net income/(loss) excluding capital appreciation/(depreciation) HK\$	Net appreciation/(depreciation) of investments - realised and unrealised HK\$
MPF Conservative Fund	20,979,339	8,275,015
Guaranteed Fund	(14,887,104)	24,731,535
Global Bond Fund	(10,058,124)	1,991,332
RMB Bond Fund	(2,539,635)	1,571,509
Capital Stable Fund	(18,658,570)	(10,647,533)
Balanced Fund	(29,054,591)	(41,769,098)
Growth Fund	(48,918,299)	(91,305,946)
Hong Kong and China Equity Fund	(46,567,130)	(49,255,992)
Asian Equity Fund	(12,719,971)	(51,064,501)
Invesco Hang Seng Index Tracking Fund	(8,705,246)	(8,563,242)
Age 65 Plus Fund	(456,057)	2,238,164
Core Accumulation Fund	(2,099,839)	4,491,185

For the year ended 31 March 2020

	Net income/(loss) excluding capital appreciation/(depreciation) HK\$	Net appreciation/(depreciation) of investments - realised and unrealised HK\$
MPF Conservative Fund	34,421,401	4,460,836
Guaranteed Fund	(16,157,279)	6,384,142
Global Bond Fund	(11,646,366)	43,126,710
RMB Bond Fund	(2,747,482)	(1,991,277)
Capital Stable Fund	(19,563,752)	(34,189,483)
Balanced Fund	(29,640,826)	(296,035,166)
Growth Fund	(49,496,463)	(776,516,225)
Hong Kong and China Equity Fund	(47,274,324)	(655,992,926)
Asian Equity Fund	(13,542,164)	(211,179,667)
Invesco Hang Seng Index Tracking Fund	11,418,328	(95,186,173)
Age 65 Plus Fund	(905,869)	4,507,335
Core Accumulation Fund	(3,311,661)	(32,494,158)

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Investment Income and Performance (Continued)

For the year ended 31 March 2021

	Net income/(loss) excluding capital appreciation/(depreciation) HK\$	Net appreciation/(depreciation) of investments - realised and unrealised HK\$
MPF Conservative Fund	10,392,173	1,728,483
Guaranteed Fund	(17,139,395)	108,260,080
Global Bond Fund	(13,711,276)	68,300,137
RMB Bond Fund	(3,104,188)	21,944,083
Capital Stable Fund	(20,453,364)	298,718,023
Balanced Fund	(30,516,902)	834,054,894
Growth Fund	(51,526,390)	1,853,896,851
Hong Kong and China Equity Fund	(50,553,358)	1,358,874,031
Asian Equity Fund	(15,192,816)	643,854,305
Invesco Hang Seng Index Tracking Fund	11,530,966	103,815,872
Age 65 Plus Fund	(1,626,254)	17,283,317
Core Accumulation Fund	(5,107,046)	180,734,171

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Breakdown of Income derived from Investments

For the year ended 31 March 2019

	Interest on bonds	Interest on certificate of deposits	Bank interest	Dividend income	Total
	HK\$	HK\$	HK\$	HK\$	HK\$
MPF Conservative Fund	-	3,697,131	33,976,417	-	37,673,548
Guaranteed Fund	-	-	-	-	-
Global Bond Fund	-	-	180	-	180
RMB Bond Fund	-	-	5	-	5
Capital Stable Fund	-	-	150	-	150
Balanced Fund	-	-	224	-	224
Growth Fund	-	-	27	-	27
Hong Kong and China Equity Fund	-	-	50	-	50
Asian Equity Fund	-	-	191	-	191
Invesco Hang Seng Index Tracking Fund	-	-	13	11,859,720	11,859,733
Age 65 Plus Fund	-	-	1	-	1
Core Accumulation Fund	-	-	4	-	4

For the year ended 31 March 2020

	Interest on bonds	Interest on certificate of deposits	Bank interest	Dividend income	Total
	HK\$	HK\$	HK\$	HK\$	HK\$
MPF Conservative Fund	-	10,160,261	42,688,838	-	52,849,099
Guaranteed Fund	-	-	-	-	-
Global Bond Fund	-	-	101	-	101
RMB Bond Fund	-	-	4	-	4
Capital Stable Fund	-	-	58	-	58
Balanced Fund	-	-	84	-	84
Growth Fund	-	-	29	-	29
Hong Kong and China Equity Fund	-	-	50	-	50
Asian Equity Fund	-	-	96	-	96
Invesco Hang Seng Index Tracking Fund	-	-	12	15,390,675	15,390,687
Age 65 Plus Fund	-	-	2	-	2
Core Accumulation Fund	-	-	5	-	5

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Breakdown of Income derived from Investments (Continued)

For the year ended 31 March 2021

	Interest on bonds HK\$	Interest on certificate of deposits HK\$	Bank interest HK\$	Dividend income HK\$	Total HK\$
MPF Conservative Fund	139,697	4,550,811	22,933,583	-	27,624,091
Guaranteed Fund	-	-	-	-	-
Global Bond Fund	-	-	38	-	38
RMB Bond Fund	-	-	5	-	5
Capital Stable Fund	-	-	32	-	32
Balanced Fund	-	-	48	-	48
Growth Fund	-	-	40	-	40
Hong Kong and China Equity Fund	-	-	69	-	69
Asian Equity Fund	-	-	27	-	27
Invesco Hang Seng Index Tracking Fund	-	-	14	16,228,440	16,228,454
Age 65 Plus Fund	-	-	7	-	7
Core Accumulation Fund	-	-	12	-	12

Distribution to Constituent Funds

The distribution of the contributions to the Scheme's constituent funds was as follows:

As at 31 March 2019	Net asset value HK\$	% of the total investment of the Scheme (%)
MPF Conservative Fund	2,597,905,343	12.35
Guaranteed Fund	1,058,247,963	5.03
Global Bond Fund	1,011,903,739	4.81
RMB Bond Fund	254,455,108	1.22
Capital Stable Fund	1,793,091,238	8.52
Balanced Fund	2,791,811,280	13.27
Growth Fund	4,727,370,673	22.47
Hong Kong and China Equity Fund	4,702,466,209	22.36
Asian Equity Fund	1,248,049,493	5.93
Invesco Hang Seng Index Tracking Fund	409,970,941	1.95
Age 65 Plus Fund	82,757,447	0.39
Core Accumulation Fund	357,336,089	1.70

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Distribution to Constituent Funds (Continued)

The distribution of the contributions to the Scheme's constituent funds was as follows (Continued):

As at 31 March 2020	Net asset value	% of the total investment of the Scheme
	HK\$	(%)
MPF Conservative Fund	2,694,746,945	13.69
Guaranteed Fund	1,102,869,565	5.60
Global Bond Fund	1,191,159,174	6.05
RMB Bond Fund	263,618,000	1.34
Capital Stable Fund	1,750,905,978	8.90
Balanced Fund	2,473,821,263	12.57
Growth Fund	3,928,290,515	19.96
Hong Kong and China Equity Fund	4,025,520,680	20.45
Asian Equity Fund	1,071,749,082	5.44
Invesco Hang Seng Index Tracking Fund	492,120,680	2.50
Age 65 Plus Fund	162,244,440	0.82
Core Accumulation Fund	528,289,951	2.68
As at 31 March 2021	Net asset value	% of the total investment of the Scheme
	HK\$	(%)
MPF Conservative Fund	2,877,967,295	11.43
Guaranteed Fund	1,177,556,634	4.68
Global Bond Fund	1,298,168,935	5.16
RMB Bond Fund	331,090,093	1.32
Capital Stable Fund	1,995,155,747	7.92
Balanced Fund	3,142,698,726	12.48
Growth Fund	5,592,525,700	22.21
Hong Kong and China Equity Fund	5,277,933,542	20.96
Asian Equity Fund	1,743,584,371	6.92
Invesco Hang Seng Index Tracking Fund	602,802,451	2.39
Age 65 Plus Fund	247,004,631	0.98
Core Accumulation Fund	895,072,884	3.55

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Performance Record

As at 31 March 2019

	Net asset value per unit			Total net asset value	Total investments
	Class A	Class G	Class H		
	HK\$	HK\$	HK\$	HK\$	HK\$
MPF Conservative Fund	11.7847	-	11.7822	2,597,905,343	1,940,439,526
Guaranteed Fund	-	12.3698	-	1,058,247,963	1,059,520,103
Global Bond Fund	15.0760	-	15.3937	1,011,903,739	993,436,658
RMB Bond Fund	9.7763	-	9.8490	254,455,108	254,698,398
Capital Stable Fund	20.2397	-	20.9048	1,793,091,238	1,787,641,096
Balanced Fund	22.2915	-	23.4782	2,791,811,280	2,782,795,165
Growth Fund	23.7154	-	24.5296	4,727,370,673	4,731,978,684
Hong Kong and China Equity Fund	46.7969	-	46.3671	4,702,466,209	4,706,977,252
Asian Equity Fund	11.4269	-	11.3034	1,248,049,493	1,233,185,441
Invesco Hang Seng Index Tracking Fund	13.0571	-	13.0863	409,970,941	410,438,700
Age 65 Plus Fund	10.5170	-	10.5170	82,757,447	82,571,398
Core Accumulation Fund	11.0145	-	11.0145	357,336,089	357,385,597

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Performance Record (Continued)

As at 31 March 2020

	Net asset value per unit			Total net asset value	Total investments
	Class A	Class G	Class H		
	HK\$	HK\$	HK\$	HK\$	HK\$
MPF Conservative Fund	11.9585	-	11.9560	2,694,746,945	1,824,364,328
Guaranteed Fund	-	12.2669	-	1,102,869,565	1,104,365,287
Global Bond Fund	15.5496	-	15.8963	1,191,159,174	1,190,988,375
RMB Bond Fund	9.5917	-	9.6744	263,618,000	263,879,264
Capital Stable Fund	19.6429	-	20.3122	1,750,905,978	1,751,707,562
Balanced Fund	19.7327	-	20.8080	2,473,821,263	2,474,891,033
Growth Fund	19.6201	-	20.3172	3,928,290,515	3,932,400,498
Hong Kong and China Equity Fund	39.7927	-	39.4752	4,025,520,680	4,029,592,353
Asian Equity Fund	9.4675	-	9.3757	1,071,749,082	1,071,611,509
Invesco Hang Seng Index Tracking Fund	10.8974	-	10.9272	492,120,680	494,863,650
Age 65 Plus Fund	10.9711	-	10.9711	162,244,440	162,157,184
Core Accumulation Fund	10.5070	-	10.5070	528,289,951	528,519,926

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Performance Record (Continued)

As at 31 March 2021

	Net asset value per unit			Total net asset value	Total investments
	Class A	Class G	Class H		
	HK\$	HK\$	HK\$	HK\$	HK\$
MPF Conservative Fund	12.0107	-	12.0083	2,877,967,295	1,755,068,944
Guaranteed Fund	-	13.2747	-	1,177,556,634	1,179,180,210
Global Bond Fund	16.2269	-	16.6090	1,298,168,935	1,298,067,158
RMB Bond Fund	10.2457	-	10.3465	331,090,093	331,407,004
Capital Stable Fund	22.7602	-	23.5638	1,995,155,747	1,976,852,538
Balanced Fund	26.2278	-	27.6911	3,142,698,726	3,114,352,339
Growth Fund	28.7037	-	29.7599	5,592,525,700	5,597,979,426
Hong Kong and China Equity Fund	52.7826	-	52.4254	5,277,933,542	5,283,114,529
Asian Equity Fund	15.0305	-	14.8999	1,743,584,371	1,744,000,486
Invesco Hang Seng Index Tracking Fund	13.3527	-	13.3961	602,802,451	609,555,210
Age 65 Plus Fund	11.9019	-	11.9019	247,004,631	247,039,328
Core Accumulation Fund	13.6182	-	13.6182	895,072,884	895,574,086

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

(A) MPF Conservative Fund

Performance Record for the year ended 31 March 2012

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	11.4014 ¹	11.3403	0.54
Class H	11.3988 ¹	11.3381	0.54

Performance Record for the year ended 31 March 2013

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	11.4650	11.4022	0.53
Class H	11.4624	11.3996	0.53

Performance Record for the year ended 31 March 2014

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	11.5142	11.4650	0.46
Class H	11.5116	11.4624	0.46

Performance Record for the year ended 31 March 2015

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	11.5765	11.5144	0.54
Class H	11.5739	11.5118	0.54

Performance Record for the year ended 31 March 2016

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	11.5870	11.5769	0.07
Class H	11.5844	11.5743	0.07

Performance Record for the year ended 31 March 2017

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	11.6002	11.5848	0.13
Class H	11.5977	11.5823	0.13

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

(A) MPF Conservative Fund (Continued)

Performance Record for the year ended 31 March 2018

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	11.6436	11.6005	0.37
Class H	11.6411	11.5980	0.37

Performance Record for the year ended 31 March 2019

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	11.7841 ²	11.6442	1.21
Class H	11.7816 ²	11.6417	1.21

Performance Record for the year ended 31 March 2020

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	11.9585	11.7849	1.47
Class H	11.9560	11.7824	1.48

Performance Record for the year ended 31 March 2021

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	12.0114	11.9582	0.44
Class H	12.0089	11.9557	0.44

¹The issue price is calculated by reference to the net asset value per unit as at the close of business on the last dealing day during the year ended 2012.

²The issue price is calculated by reference to the net asset value per unit as at the close of business on the last dealing day during the year ended 2019.

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

(B) Guaranteed Fund

Performance Record for the year ended 31 March 2012

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class G	11.6004	10.9673	2.51

Performance Record for the year ended 31 March 2013

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class G	11.9490	11.4137	3.37

Performance Record for the year ended 31 March 2014

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class G	12.0605	11.4920	-0.46

Performance Record for the year ended 31 March 2015

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class G	12.3447	11.8888	3.86

Performance Record for the year ended 31 March 2016

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class G	12.4728	11.8292	-1.35

Performance Record for the year ended 31 March 2017

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class G	12.3816	11.9528	0.06

Performance Record for the year ended 31 March 2018

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class G	12.5032	12.1862	0.68

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

(B) Guaranteed Fund (Continued)

Performance Record for the year ended 31 March 2019

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class G	12.3772	11.8642	0.90

Performance Record for the year ended 31 March 2020

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class G	12.9328	11.7577	-0.83

Performance Record for the year ended 31 March 2021

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class G	13.5404	12.2151	8.22

(C) Global Bond Fund

Performance Record for the year ended 31 March 2012

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	14.1594	13.3093	4.56
Class H	14.3254	13.4593	4.68

Performance Record for the year ended 31 March 2013

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	14.4982	13.9194	1.95
Class H	14.6911	14.0929	2.08

Performance Record for the year ended 31 March 2014

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	14.4004	13.7606	0.74
Class H	14.6001	13.9547	0.86

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

(C) Global Bond Fund (Continued)

Performance Record for the year ended 31 March 2015

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	14.6534	14.3198	1.54
Class H	14.8808	14.5348	1.66

Performance Record for the year ended 31 March 2016

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	14.8848	14.1860	2.29
Class H	15.1452	14.4211	2.41

Performance Record for the year ended 31 March 2017

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	15.3887	14.3000	-2.08
Class H	15.6644	14.5620	-1.97

Performance Record for the year ended 31 March 2018

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	15.3359	14.5806	4.44
Class H	15.6301	14.8528	4.56

Performance Record for the year ended 31 March 2019

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	15.2434	14.4557	-0.97
Class H	15.5464	14.7536	-0.84

Performance Record for the year ended 31 March 2020

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	16.2997	14.9565	3.14
Class H	16.6618	15.2729	3.26

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

(C) Global Bond Fund (Continued)

Performance Record for the year ended 31 March 2021

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	16.8960	15.4489	4.36
Class H	17.2889	15.7938	4.48

(D) RMB Bond Fund

Performance Record for the period from 4 March 2013 (date of commencement) to 31 March 2013

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	10.0000	9.9381	-0.60
Class H	10.0000	9.9386	-0.59

Performance Record for the year ended 31 March 2014

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	10.0006	9.7790	-1.61
Class H	10.0031	9.7842	-1.49

Performance Record for the year ended 31 March 2015

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	9.9132	9.6256	-0.98
Class H	9.9313	9.6485	-0.86

Performance Record for the year ended 31 March 2016

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	9.8545	9.1400	-3.00
Class H	9.8817	9.1725	-2.87

Performance Record for the year ended 31 March 2017

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	9.4287	9.0061	-3.54
Class H	9.4644	9.0486	-3.41

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

(D) RMB Bond Fund (Continued)

Performance Record for the year ended 31 March 2018

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	9.8303	9.0502	8.39
Class H	9.8911	9.0959	8.51

Performance Record for the year ended 31 March 2019

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	9.8479	9.4105	-0.46
Class H	9.9095	9.4759	-0.34

Performance Record for the year ended 31 March 2020

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	9.8140	9.4692	-1.89
Class H	9.8875	9.5447	-1.77

Performance Record for the year ended 31 March 2021

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	10.4045	9.5607	6.82
Class H	10.5052	9.6433	6.95

(E) Capital Stable Fund

Performance Record for the year ended 31 March 2012

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	16.6474	15.2295	1.96
Class H	17.0390	15.5913	2.08

Performance Record for the year ended 31 March 2013

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	17.3625	15.8874	5.05
Class H	17.8011	16.2766	5.17

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

(E) Capital Stable Fund (Continued)

Performance Record for the year ended 31 March 2014

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	18.0035	16.6915	4.01
Class H	18.4829	17.1210	4.13

Performance Record for the year ended 31 March 2015

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	18.6069	17.9862	3.19
Class H	19.1142	18.4672	3.32

Performance Record for the year ended 31 March 2016

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	19.0764	17.2450	-1.84
Class H	19.6120	17.7451	-1.72

Performance Record for the year ended 31 March 2017

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	19.0603	17.9859	2.96
Class H	19.6277	18.5276	3.08

Performance Record for the year ended 31 March 2018

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	21.1020	18.7217	9.96
Class H	21.7646	19.2913	10.09

Performance Record for the year ended 31 March 2019

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	20.7194	19.0789	-1.69
Class H	21.3756	19.6992	-1.57

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

(E) Capital Stable Fund (Continued)

Performance Record for the year ended 31 March 2020

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	21.1665	18.6503	-2.95
Class H	21.8825	19.2852	-2.83

Performance Record for the year ended 31 March 2021

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	23.6615	19.4875	15.87
Class H	24.4935	20.1518	16.01

(F) Balanced Fund

Performance Record for the year ended 31 March 2012

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	16.2580	13.1652	-2.22
Class H	16.9633	13.7433	-2.10

Performance Record for the year ended 31 March 2013

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	16.8587	14.0045	8.90
Class H	17.6263	14.6304	9.03

Performance Record for the year ended 31 March 2014

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	18.3154	16.0719	8.50
Class H	19.1746	16.8118	8.63

Performance Record for the year ended 31 March 2015

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	19.2928	17.9941	5.44
Class H	20.2097	18.8519	5.57

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

(F) Balanced Fund (Continued)

Performance Record for the year ended 31 March 2016

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	20.4184	16.3401	-7.23
Class H	21.4051	17.1460	-7.12

Performance Record for the year ended 31 March 2017

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	19.6382	17.4600	9.75
Class H	20.6352	18.3298	9.89

Performance Record for the year ended 31 March 2018

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	24.1510	19.4783	17.14
Class H	25.4026	20.4683	17.28

Performance Record for the year ended 31 March 2019

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	23.3782	20.1178	-2.53
Class H	24.5980	21.1821	-2.42

Performance Record for the year ended 31 March 2020

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	23.6895	18.1203	-11.48
Class H	24.9744	19.1073	-11.37

Performance Record for the year ended 31 March 2021

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	27.7013	19.3832	32.92
Class H	29.2429	20.4397	33.08

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

(G) Growth Fund

Performance Record for the year ended 31 March 2012

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	16.3549	12.0042	-5.74
Class H	16.7571	12.3053	-5.63

Performance Record for the year ended 31 March 2013

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	16.5690	12.8570	10.53
Class H	17.0146	13.1904	10.67

Performance Record for the year ended 31 March 2014

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	18.6159	15.6143	12.20
Class H	19.1399	16.0400	12.34

Performance Record for the year ended 31 March 2015

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	19.8796	17.9934	6.99
Class H	20.4511	18.5131	7.11

Performance Record for the year ended 31 March 2016

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	21.4074	15.6724	-10.75
Class H	22.0389	16.1499	-10.65

Performance Record for the year ended 31 March 2017

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	20.2970	16.9580	14.61
Class H	20.9443	17.4824	14.75

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

(G) Growth Fund (Continued)

Performance Record for the year ended 31 March 2018

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	26.2663	20.0269	21.22
Class H	27.1304	20.6671	21.37

Performance Record for the year ended 31 March 2019

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	25.3314	20.8126	-2.96
Class H	26.1762	21.5204	-2.85

Performance Record for the year ended 31 March 2020

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	25.4834	17.4882	-17.27
Class H	26.3831	18.1092	-17.17

Performance Record for the year ended 31 March 2021

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	30.6124	19.1186	46.30
Class H	31.7343	19.7982	46.48

(H) Hong Kong and China Equity Fund

Performance Record for the year ended 31 March 2012

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	35.0902	22.5532	-14.53
Class H	34.4373	22.1464	-14.43

Performance Record for the year ended 31 March 2013

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	33.9686	25.6822	10.87
Class H	33.4093	25.2394	11.01

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

(H) Hong Kong and China Equity Fund (Continued)

Performance Record for the year ended 31 March 2014

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	34.7630	28.6737	0.50
Class H	34.2250	28.2150	0.61

Performance Record for the year ended 31 March 2015

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	37.3020	31.3406	16.30
Class H	36.7819	30.8712	16.43

Performance Record for the year ended 31 March 2016

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	43.7780	27.5783	-15.02
Class H	43.1714	27.2223	-14.91

Performance Record for the year ended 31 March 2017

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	37.4461	30.4122	15.75
Class H	37.0118	30.0296	15.89

Performance Record for the year ended 31 March 2018

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	52.5378	36.8782	30.23
Class H	51.9816	36.4530	30.39

Performance Record for the year ended 31 March 2019

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	50.2657	38.7987	-2.07
Class H	49.7553	38.4229	-1.95

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

(H) Hong Kong and China Equity Fund (Continued)

Performance Record for the year ended 31 March 2020

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	48.6179	36.4835	-14.97
Class H	48.2173	36.1910	-14.86

Performance Record for the year ended 31 March 2021

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	61.9640	39.1078	32.64
Class H	61.5359	38.7959	32.81

(I) Asian Equity Fund

Performance Record for the year ended 31 March 2012

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	9.7736	7.3664	-7.09
Class H	9.5765	7.2216	-6.98

Performance Record for the year ended 31 March 2013

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	9.6018	7.6813	9.40
Class H	9.4296	7.5366	9.53

Performance Record for the year ended 31 March 2014

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	9.9671	8.6008	2.43
Class H	9.7904	8.4497	2.56

Performance Record for the year ended 31 March 2015

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	10.5288	9.4248	5.29
Class H	10.3592	9.2767	5.42

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

(I) Asian Equity Fund (Continued)

Performance Record for the year ended 31 March 2016

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	10.6371	8.8271	-5.65
Class H	10.4741	8.6989	-5.54

Performance Record for the year ended 31 March 2017

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	10.5036	9.1157	6.34
Class H	10.3587	8.9923	6.45

Performance Record for the year ended 31 March 2018

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	12.5311	10.3307	16.78
Class H	12.3781	10.1950	16.91

Performance Record for the year ended 31 March 2019

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	12.3596	10.1758	-5.12
Class H	12.2136	10.0602	-5.00

Performance Record for the year ended 31 March 2020

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	12.6645	8.5606	-17.15
Class H	12.5390	8.4776	-17.05

Performance Record for the year ended 31 March 2021

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	16.9599	9.3212	58.76
Class H	16.8101	9.2309	58.92

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

(J) Invesco Hang Seng Index Tracking Fund

Performance Record for the period from 31 July 2014 (date of commencement) to 31 March 2015

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	10.2430	9.2131	1.89
Class H	10.2436	9.2148	1.95

Performance Record for the year ended 31 March 2016

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	11.5782	7.6591	-14.22
Class H	11.5826	7.6653	-14.18

Performance Record for the year ended 31 March 2017

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	10.5124	8.2621	19.03
Class H	10.5253	8.2696	19.07

Performance Record for the year ended 31 March 2018

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	14.4803	10.2086	27.20
Class H	14.5041	10.2214	27.26

Performance Record for the year ended 31 March 2019

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	13.8549	11.0749	-0.72
Class H	13.8800	11.0971	-0.67

Performance Record for the year ended 31 March 2020

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	13.5443	10.0540	-16.54
Class H	13.5748	10.0813	-16.50

Invesco Strategic MPF Scheme

Investment Report (Continued)

FOR THE YEAR ENDED 31 MARCH 2021

(J) Invesco Hang Seng Index Tracking Fund (Continued)

Performance Record for the year ended 31 March 2021

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	14.5723	10.5953	22.53
Class H	14.6186	10.6247	22.59

(K) Age 65 Plus Fund

Performance Record for the year ended 31 March 2018

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	10.3976	9.9790	3.22
Class H	10.3976	9.9790	3.22

Performance Record for the year ended 31 March 2019

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	10.5163 ²	10.0203	1.89
Class H	10.5163 ²	10.0203	1.89

Performance Record for the year ended 31 March 2020

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	11.3163	10.5045	4.32
Class H	11.3163	10.5045	4.32

Performance Record for the year ended 31 March 2021

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	12.1590	10.9103	8.48
Class H	12.1590	10.9103	8.48

²The issue price is calculated by reference to the net asset value per unit as at the close of business on the last dealing day during the year ended 2019.

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

(L) Core Accumulation Fund

Performance Record for the year ended 31 March 2018

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	11.4396	9.9972	9.67
Class H	11.4396	9.9972	9.67

Performance Record for the year ended 31 March 2019

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	11.1791	9.9760	0.43
Class H	11.1791	9.9760	0.43

Performance Record for the year ended 31 March 2020

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	12.1356	9.6425	-4.61
Class H	12.1356	9.6425	-4.61

Performance Record for the year ended 31 March 2021

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$	Net annualised investment return (%)
Class A	13.7608	10.2793	29.61
Class H	13.7608	10.2793	29.61

Note: The net annualized investment return of each class is calculated by reference to the difference between the net asset value per unit of the class at the year end date and that of the beginning of the year (except that for the first year where the initial offer price is used*), divided by the latter to obtain the return in percentage.

* For Age 65 Plus Fund and Core Accumulation Fund, the initial offer price was HK\$10.00 on 1 April 2017, Invesco Hang Seng Index Tracking Fund, the initial offer price was HK\$10.00 on 31 July 2014, RMB Bond Fund, the initial offer price was HK\$10.00 on 4 March 2013.

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Fund Expense Ratio (Unaudited)

Constituent Fund Name	Fund Expense Ratio Class A	Fund Expense Ratio Class H	Fund Expense Ratio Class G	Transaction Costs
	(%)	(%)	(%)	(HK\$)
MPF Conservative Fund	0.61	0.61	-	-
Guaranteed Fund	-	-	2.46	-
Global Bond Fund	1.25	1.13	-	-
RMB Bond Fund	1.24	1.12	-	-
Capital Stable Fund	1.26	1.13	-	-
Balanced Fund	1.26	1.14	-	-
Growth Fund	1.26	1.14	-	-
Hong Kong and China Equity Fund	1.26	1.13	-	-
Asian Equity Fund	1.30	1.18	-	-
Invesco Hang Seng Index Tracking Fund	0.96	0.90	-	107,144
Age 65 Plus Fund	0.81	0.82	-	-
Core Accumulation Fund	0.80	0.80	-	-

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

MPF Conservative Fund - Schedule of Investments as at 31 March 2021

Listed/quoted investments Denominated in HK Dollars	Nominal value HK\$	Fair value HK\$	% of net assets
Money market instruments			
Agricultural Bank of China Hong Kong 0.45% 24/05/2021	58,000,000	57,996,520	2.02
Agricultural Bank of China Hong Kong 0.56% 03/06/2021	58,000,000	58,013,630	2.02
Agricultural Bank of China Hong Kong 0.54% 16/06/2021	30,000,000	30,006,150	1.04
Bank of China (Macau) Ltd 0.64% 04/05/2021	57,000,000	57,015,675	1.98
China Construction Bank (Macau) 0% 13/05/2021	58,000,000	57,979,990	2.01
China Construction Bank (Macau) 0% 18/05/2021	58,000,000	57,977,090	2.01
China Development Bank Hong Kong 0% 03/05/2021	57,000,000	56,984,325	1.98
China Development Bank Hong Kong 0% 25/05/2021	35,000,000	34,983,375	1.22
Dah Sing Bank Ltd 0.78% 30/09/2021	42,000,000	42,066,990	1.46
Hong Kong Mortgage Corp 1.29% 02/06/2021	13,000,000	13,020,995	0.45
Hong Kong Mortgage Corp 0.29% 30/09/2021	60,000,000	59,983,167	2.08
Hong Kong Mortgage Corp 0.28% 13/10/2021	60,000,000	60,000,000	2.08
Hong Kong T-Bills 0% 14/04/2021	60,000,000	60,000,000	2.08
Hong Kong T-Bills 0% 28/04/2021	45,000,000	45,000,000	1.56
Hong Kong T-Bills 0% 05/05/2021	60,000,000	60,000,000	2.08
Fixed deposits			
Bank of East Asia Ltd Deposit 0.35% 20/04/2021	31,483,043	31,483,043	1.09
Bank of East Asia Ltd Deposit 0.4% 27/04/2021	71,194,129	71,194,130	2.48
Bank of East Asia Ltd Deposit 0.35% 28/04/2021	21,060,770	21,060,770	0.73
Bank of East Asia Ltd Deposit 0.4% 11/05/2021	25,881,595	25,881,595	0.90
Bank of East Asia Ltd Deposit 0.46% 25/05/2021	31,456,669	31,456,669	1.09
Bank of East Asia Ltd Deposit 0.4% 09/06/2021	17,176,688	17,176,688	0.60
CMB Wing Lung Bank Limited Deposit 0.31% 16/06/2021	52,000,000	52,000,000	1.81
CMB Wing Lung Bank Limited Deposit 0.41% 18/08/2021	44,000,000	44,000,000	1.53
Industrial & Commercial Bank of China (Asia) Ltd 0.45% 19/04/2021	40,408,149	40,408,149	1.40
Industrial & Commercial Bank of China (Asia) Ltd 0.55% 14/07/2021	32,478,954	32,478,954	1.13
Industrial & Commercial Bank of China (Asia) Ltd 0.5% 04/08/2021	38,000,000	38,000,000	1.32
Industrial & Commercial Bank of China (Asia) Ltd 0.5% 06/09/2021	63,250,290	63,250,290	2.21
OCBC Wing Hang Bank Ltd Deposit 0.23% 26/04/2021	50,652,571	50,652,571	1.76
OCBC Wing Hang Bank Ltd Deposit 0.21% 08/06/2021	47,617,810	47,617,810	1.65
Public Bank (Hong Kong) Ltd Deposit 0.8% 07/04/2021	35,614,789	35,614,789	1.24
Public Bank (Hong Kong) Ltd Deposit 0.7% 10/05/2021	31,683,375	31,683,375	1.10

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

MPF Conservative Fund - Schedule of Investments as at 31 March 2021 (Continued)

Listed/quoted investments Denominated in HK Dollars	Nominal value HK\$	Fair value HK\$	% of net assets
Fixed deposits (Continued)			
Public Bank (Hong Kong) Ltd Deposit 0.55% 01/06/2021	28,224,018	28,224,018	0.98
Public Bank (Hong Kong) Ltd Deposit 0.55% 18/06/2021	46,702,464	46,702,464	1.62
Public Bank (Hong Kong) Ltd Deposit 0.55% 23/06/2021	28,192,995	28,192,995	0.98
Public Bank (Hong Kong) Ltd Deposit 0.55% 09/09/2021	65,924,617	65,924,617	2.30
Shanghai Commercial Bank Ltd Deposit 0.4% 26/05/2021	50,496,325	50,496,325	1.75
Shanghai Commercial Bank Ltd Deposit 0.4% 31/05/2021	25,863,261	25,863,261	0.90
Shanghai Commercial Bank Ltd Deposit 0.4% 14/07/2021	25,573,404	25,573,404	0.89
Sumitomo Mitsui Banking Corp Deposit 0.44% 07/06/2021	44,059,601	44,059,601	1.53
UOB Hong Kong Deposit 0.17% 03/05/2021	55,045,519	55,045,519	1.92
Total portfolio		1,755,068,944	60.98
Cash and other net assets		1,122,898,351	39.02
Net assets attributable to members		2,877,967,295	100.00
Total portfolio at cost		1,754,586,627	

Note: Investments are accounted for on a trade date basis.

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

MPF Conservative Fund - Schedule of Investments as at 31 March 2021 (Continued)

Listed/quoted investments Denominated in HK Dollars	% of Holding as at 31.3.2021	% of Holding as at 31.3.2020
Money market instruments	26.07	23.33
Fixed deposits	<u>34.91</u>	<u>44.37</u>
	<u>60.98</u>	<u>67.70</u>

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

MPF Conservative Fund - Movement of Portfolio Investments

Listed/quoted investments Denominated in HK Dollars	Nominal value at 31.3.2020 HK\$	Additions HK\$	Disposals HK\$	Nominal value at 31.3.2021 HK\$
Money market instruments				
Agricultural Bank of China Hong Kong 0% 24/04/2020	26,000,000	-	26,000,000	-
Agricultural Bank of China Hong Kong 2.14% 13/05/2020	25,000,000	-	25,000,000	-
Agricultural Bank of China Hong Kong 2.22% 26/05/2020	35,000,000	-	35,000,000	-
Agricultural Bank of China Hong Kong 2.35% 18/12/2020	45,000,000	-	45,000,000	-
Agricultural Bank of China Hong Kong 0.45% 24/05/2021	-	58,000,000	-	58,000,000
Agricultural Bank of China Hong Kong 0.56% 03/06/2021	-	58,000,000	-	58,000,000
Agricultural Bank of China Hong Kong 0.54% 16/06/2021	-	30,000,000	-	30,000,000
Bank of China (Hong Kong) Ltd 2% 08/04/2020	30,000,000	-	30,000,000	-
Bank of China (Hong Kong) Ltd 2.15% 21/05/2020	27,000,000	-	27,000,000	-
Bank of China (Hong Kong) Ltd 2.24% 12/06/2020	30,000,000	-	30,000,000	-
Bank of China (Hong Kong) Ltd 2.19% 21/08/2020	26,000,000	-	26,000,000	-
Bank of China (Hong Kong) Ltd 0.5% 08/02/2021	-	29,000,000	29,000,000	-
Bank of China (Hong Kong) Ltd 0.68% 29/03/2021	-	56,000,000	56,000,000	-
Bank of China (Macau) Ltd 0.5% 03/03/2021	-	70,000,000	70,000,000	-
Bank of China (Macau) Ltd 0.64% 04/05/2021	-	57,000,000	-	57,000,000
Bank of Communications 0.61% 29/12/2020	-	50,000,000	50,000,000	-
Bank of Communications 0.6% 04/03/2021	-	65,000,000	65,000,000	-
Bank of Communications (Sydney) 0% 26/02/2021	-	72,000,000	72,000,000	-
China Construction Bank (Macau) 0% 13/05/2021	-	58,000,000	-	58,000,000
China Construction Bank (Macau) 0% 18/05/2021	-	58,000,000	-	58,000,000
China Construction Bank (Tokyo) 0% 27/10/2020	-	38,000,000	38,000,000	-
China Construction Bank (Tokyo) 0% 01/12/2020	-	35,000,000	35,000,000	-
China Development Bank Hong Kong 2.1% 03/11/2020	30,000,000	-	30,000,000	-
China Development Bank Hong Kong 0.5% 05/02/2021	-	57,000,000	57,000,000	-
China Development Bank Hong Kong 0.6% 16/03/2021	-	44,000,000	44,000,000	-
China Development Bank Hong Kong 0% 03/05/2021	-	57,000,000	-	57,000,000
China Development Bank Hong Kong 0% 25/05/2021	-	35,000,000	-	35,000,000

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

MPF Conservative Fund - Movement of Portfolio Investments (Continued)

Listed/quoted investments Denominated in HK Dollars	Nominal value at 31.3.2020 HK\$	Additions HK\$	Disposals HK\$	Nominal value at 31.3.2021 HK\$
Money market instruments (Continued)				
Dah Sing Bank Ltd 2.18% 18/05/2020	30,000,000	-	30,000,000	-
Dah Sing Bank Ltd 2.23% 24/09/2020	43,000,000	-	43,000,000	-
Dah Sing Bank Ltd 0.78% 30/09/2021	-	42,000,000	-	42,000,000
DBS Bank Hong Kong Ltd 0% 18/05/2020	40,000,000	-	40,000,000	-
Hong Kong & Shanghai Banking Corp 1.95% 09/04/2020	33,000,000	-	33,000,000	-
Hong Kong & Shanghai Banking Corp 2.05% 12/08/2020	33,000,000	-	33,000,000	-
Hong Kong Mortgage Corp 1.29% 02/06/2021	-	13,000,000	-	13,000,000
Hong Kong Mortgage Corp 0.29% 30/09/2021	-	60,000,000	-	60,000,000
Hong Kong Mortgage Corp 0.28% 13/10/2021	-	60,000,000	-	60,000,000
Hong Kong T-Bills 0% 15/04/2020	20,000,000	-	20,000,000	-
Hong Kong T-Bills 0% 22/04/2020	25,000,000	-	25,000,000	-
Hong Kong T-Bills 0% 24/02/2021	-	40,000,000	40,000,000	-
Hong Kong T-Bills 0% 03/03/2021	-	60,000,000	60,000,000	-
Hong Kong T-Bills 0% 24/03/2021	-	44,000,000	44,000,000	-
Hong Kong T-Bills 0% 31/03/2021	-	60,000,000	60,000,000	-
Hong Kong T-Bills 0% 14/04/2021	-	60,000,000	-	60,000,000
Hong Kong T-Bills 0% 28/04/2021	-	45,000,000	-	45,000,000
Hong Kong T-Bills 0% 05/05/2021	-	60,000,000	-	60,000,000
Industrial & Commercial Bank of China Ltd (Sydney) 2% 30/09/2020	40,000,000	-	40,000,000	-
KDB Asia Ltd 2% 12/05/2020	8,000,000	-	8,000,000	-
KDB Asia Ltd 0% 28/09/2020	42,000,000	-	42,000,000	-
KDB Asia Ltd 0% 05/10/2020	41,000,000	-	41,000,000	-
Fixed Deposit				
Bank of East Asia Ltd Deposit 2.41% 09/04/2020	7,044,110	-	7,044,110	-
Bank of East Asia Ltd Deposit 2.4% 15/04/2020	21,180,496	-	21,180,496	-
Bank of East Asia Ltd Deposit 2.35% 17/04/2020	31,031,820	-	31,031,820	-
Bank of East Asia Ltd Deposit 2.34% 24/04/2020	30,730,048	-	30,730,048	-
Bank of East Asia Ltd Deposit 2.46% 08/07/2020	41,185,214	-	41,185,214	-
Bank of East Asia Ltd Deposit 2% 15/07/2020	-	21,308,624	21,308,624	-
Bank of East Asia Ltd Deposit 2% 17/07/2020	-	31,213,633	31,213,633	-

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

MPF Conservative Fund - Movement of Portfolio Investments (Continued)

Listed/quoted investments Denominated in HK Dollars	Nominal value at 31.3.2020 HK\$	Additions HK\$	Disposals HK\$	Nominal value at 31.3.2021 HK\$
Fixed Deposit (Continued)				
Bank of East Asia Ltd Deposit 2% 21/07/2020	-	41,779,268	41,779,268	-
Bank of East Asia Ltd Deposit 2.4% 21/07/2020	20,717,717	-	20,717,717	-
Bank of East Asia Ltd Deposit 2% 24/07/2020	-	30,909,326	30,909,326	-
Bank of East Asia Ltd Deposit 1.55% 06/08/2020	-	25,669,684	25,669,684	-
Bank of East Asia Ltd Deposit 2.29% 21/08/2020	31,049,556	-	31,049,556	-
Bank of East Asia Ltd Deposit 1.27% 09/09/2020	-	7,108,818	7,108,818	-
Bank of East Asia Ltd Deposit 1.04% 08/10/2020	-	41,690,404	41,690,404	-
Bank of East Asia Ltd Deposit 0.81% 19/10/2020	-	31,369,274	31,369,274	-
Bank of East Asia Ltd Deposit 0.8% 21/10/2020	-	41,987,592	41,987,592	-
Bank of East Asia Ltd Deposit 0.65% 23/11/2020	-	31,404,100	31,404,100	-
Bank of East Asia Ltd Deposit 0.66% 09/12/2020	-	17,131,574	17,131,574	-
Bank of East Asia Ltd Deposit 0.7% 08/01/2021	-	41,799,690	41,799,690	-
Bank of East Asia Ltd Deposit 1% 15/01/2021	-	21,414,875	21,414,875	-
Bank of East Asia Ltd Deposit 0.61% 19/01/2021	-	31,434,711	31,434,711	-
Bank of East Asia Ltd Deposit 0.66% 21/01/2021	-	42,072,258	42,072,258	-
Bank of East Asia Ltd Deposit 0.9% 21/01/2021	-	20,965,649	20,965,649	-
Bank of East Asia Ltd Deposit 0.83% 25/01/2021	-	31,063,449	31,063,449	-
Bank of East Asia Ltd Deposit 0.85% 08/02/2021	-	25,769,972	25,769,972	-
Bank of East Asia Ltd Deposit 0.35% 20/04/2021	-	31,483,043	-	31,483,043
Bank of East Asia Ltd Deposit 0.4% 27/04/2021	-	71,194,129	-	71,194,129
Bank of East Asia Ltd Deposit 0.35% 28/04/2021	-	21,060,770	-	21,060,770
Bank of East Asia Ltd Deposit 0.4% 11/05/2021	-	25,881,595	-	25,881,595
Bank of East Asia Ltd Deposit 0.46% 25/05/2021	-	31,456,669	-	31,456,669
Bank of East Asia Ltd Deposit 0.4% 09/06/2021	-	17,176,688	-	17,176,688
China Construction Bank (Asia) Corp Deposit 2.45% 02/04/2020	22,528,740	-	22,528,740	-

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

MPF Conservative Fund - Movement of Portfolio Investments (Continued)

Listed/quoted investments Denominated in HK Dollars	Nominal value at 31.3.2020 HK\$	Additions HK\$	Disposals HK\$	Nominal value at 31.3.2021 HK\$
Fixed Deposit (Continued)				
China Construction Bank (Asia) Corp Deposit 1.86% 02/07/2020	-	22,666,350	22,666,350	-
China Construction Bank (Asia) Corp Deposit 2.28% 10/08/2020	20,000,000	-	20,000,000	-
China Construction Bank (Asia) Corp Deposit 2.13% 27/08/2020	60,425,043	-	60,425,043	-
China Construction Bank (Asia) Corp Deposit 1.82% 04/11/2020	-	50,093,151	50,093,151	-
CMB Wing Lung Bank Limited Deposit 1.96% 24/07/2020	-	40,000,000	40,000,000	-
CMB Wing Lung Bank Limited Deposit 1.97% 28/07/2020	-	56,000,000	56,000,000	-
CMB Wing Lung Bank Limited Deposit 2.1% 26/08/2020	35,233,781	-	35,233,781	-
CMB Wing Lung Bank Limited Deposit 2.12% 28/08/2020	30,000,000	-	30,000,000	-
CMB Wing Lung Bank Limited Deposit 0.54% 27/10/2020	-	40,195,463	40,195,463	-
CMB Wing Lung Bank Limited Deposit 0.53% 28/10/2020	-	56,275,044	56,275,044	-
CMB Wing Lung Bank Limited Deposit 1.84% 06/11/2020	-	40,000,000	40,000,000	-
CMB Wing Lung Bank Limited Deposit 0.4% 26/11/2020	-	35,602,722	35,602,722	-
CMB Wing Lung Bank Limited Deposit 0.56% 27/01/2021	-	40,251,957	40,251,957	-
CMB Wing Lung Bank Limited Deposit 0.51% 28/01/2021	-	56,350,222	56,350,222	-
CMB Wing Lung Bank Limited Deposit 0.31% 16/06/2021	-	52,000,000	-	52,000,000
CMB Wing Lung Bank Limited Deposit 0.41% 18/08/2021	-	44,000,000	-	44,000,000
Dah Sing Bank Ltd Deposit 0.95% 17/09/2020	-	30,000,000	30,000,000	-
Dah Sing Bank Ltd Deposit 0.9% 21/09/2020	-	30,000,000	30,000,000	-
Dah Sing Bank Ltd Deposit 0.9% 22/09/2020	-	45,034,397	45,034,397	-
Dah Sing Bank Ltd Deposit 1.05% 22/12/2020	-	30,364,544	30,364,544	-
Industrial & Commercial Bank of China (Asia) Ltd Deposit 2.45% 14/04/2020	31,978,366	-	31,978,366	-
Industrial & Commercial Bank of China (Asia) Ltd Deposit 2.3% 24/04/2020	30,481,066	-	30,481,066	-
Industrial & Commercial Bank of China (Asia) Ltd Deposit 2.25% 04/05/2020	35,578,887	-	35,578,887	-
Industrial & Commercial Bank of China (Asia) Ltd Deposit 2.1% 14/07/2020	-	32,175,844	32,175,844	-
Industrial & Commercial Bank of China (Asia) Ltd Deposit 2.5% 16/07/2020	-	40,000,000	40,000,000	-
Industrial & Commercial Bank of China (Asia) Ltd Deposit 2.15% 24/07/2020	-	30,655,852	30,655,852	-

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

MPF Conservative Fund - Movement of Portfolio Investments (Continued)

Listed/quoted investments Denominated in HK Dollars	Nominal value at 31.3.2020 HK\$	Additions HK\$	Disposals HK\$	Nominal value at 31.3.2021 HK\$
Fixed Deposit (Continued)				
Industrial & Commercial Bank of China (Asia) Ltd Deposit 2.05% 04/08/2020	-	35,787,243	35,787,243	-
Industrial & Commercial Bank of China (Asia) Ltd Deposit 2.05% 04/09/2020	62,425,082	-	62,425,082	-
Industrial & Commercial Bank of China (Asia) Ltd Deposit 1% 14/10/2020	-	32,344,304	32,344,304	-
Industrial & Commercial Bank of China (Asia) Ltd Deposit 0.9% 16/10/2020	-	40,249,315	40,249,315	-
Industrial & Commercial Bank of China (Asia) Ltd Deposit 0.7% 27/10/2020	-	30,820,175	30,820,175	-
Industrial & Commercial Bank of China (Asia) Ltd Deposit 0.7% 04/11/2020	-	35,972,160	35,972,160	-
Industrial & Commercial Bank of China (Asia) Ltd Deposit 0.65% 04/12/2020	-	63,070,198	63,070,198	-
Industrial & Commercial Bank of China (Asia) Ltd Deposit 0.65% 14/01/2021	-	32,425,829	32,425,829	-
Industrial & Commercial Bank of China (Asia) Ltd Deposit 0.65% 27/01/2021	-	30,876,327	30,876,327	-
Industrial & Commercial Bank of China (Asia) Ltd Deposit 0.6% 04/02/2021	-	36,035,629	36,035,629	-
Industrial & Commercial Bank of China (Asia) Ltd Deposit 0.45% 19/04/2021	-	40,408,149	-	40,408,149
Industrial & Commercial Bank of China (Asia) Ltd Deposit 0.55% 14/07/2021	-	32,478,954	-	32,478,954
Industrial & Commercial Bank of China (Asia) Ltd Deposit 0.5% 04/08/2021	-	38,000,000	-	38,000,000
Industrial & Commercial Bank of China (Asia) Ltd Deposit 0.5% 06/09/2021	-	63,250,290	-	63,250,290
OCBC Wing Hang Bank Ltd Deposit 2.35% 03/04/2020	46,946,341	-	46,946,341	-
OCBC Wing Hang Bank Ltd Deposit 2.3% 23/04/2020	50,000,000	-	50,000,000	-
OCBC Wing Hang Bank Ltd Deposit 1.9% 03/07/2020	-	47,221,395	47,221,395	-
OCBC Wing Hang Bank Ltd Deposit 2.5% 08/07/2020	20,801,177	-	20,801,177	-
OCBC Wing Hang Bank Ltd Deposit 1.9% 23/07/2020	-	50,286,712	50,286,712	-
OCBC Wing Hang Bank Ltd Deposit 1.75% 04/08/2020	-	10,056,712	10,056,712	-
OCBC Wing Hang Bank Ltd Deposit 1.5% 06/08/2020	-	64,242,652	64,242,652	-
OCBC Wing Hang Bank Ltd Deposit 2.22% 21/08/2020	51,976,822	-	51,976,822	-
OCBC Wing Hang Bank Ltd Deposit 0.8% 05/10/2020	-	47,445,082	47,445,082	-
OCBC Wing Hang Bank Ltd Deposit 0.7% 08/10/2020	-	21,060,479	21,060,479	-
OCBC Wing Hang Bank Ltd Deposit 1.9% 23/10/2020	-	50,524,920	50,524,920	-
OCBC Wing Hang Bank Ltd Deposit 0.4% 04/11/2020	-	10,101,072	10,101,072	-

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

MPF Conservative Fund - Movement of Portfolio Investments (Continued)

Listed/quoted investments Denominated in HK Dollars	Nominal value at 31.3.2020 HK\$	Additions HK\$	Disposals HK\$	Nominal value at 31.3.2021 HK\$
Fixed Deposit (Continued)				
OCBC Wing Hang Bank Ltd Deposit 0.42% 23/11/2020	-	52,552,184	52,552,184	-
OCBC Wing Hang Bank Ltd Deposit 0.51% 08/01/2021	-	21,097,638	21,097,638	-
OCBC Wing Hang Bank Ltd Deposit 0.54% 25/01/2021	-	50,582,228	50,582,228	-
OCBC Wing Hang Bank Ltd Deposit 0.46% 04/02/2021	-	10,111,256	10,111,256	-
OCBC Wing Hang Bank Ltd Deposit 0.3% 08/03/2021	-	47,582,221	47,582,221	-
OCBC Wing Hang Bank Ltd Deposit 0.23% 26/04/2021	-	50,652,571	-	50,652,571
OCBC Wing Hang Bank Ltd Deposit 0.21% 08/06/2021	-	47,617,810	-	47,617,810
Public Bank (Hong Kong) Ltd Deposit 2.5% 06/04/2020	27,166,882	-	27,166,882	-
Public Bank (Hong Kong) Ltd Deposit 2.25% 06/07/2020	-	27,336,210	27,336,210	-
Public Bank (Hong Kong) Ltd Deposit 2.15% 06/08/2020	-	31,384,526	31,384,526	-
Public Bank (Hong Kong) Ltd Deposit 1.65% 18/08/2020	-	20,922,779	20,922,779	-
Public Bank (Hong Kong) Ltd Deposit 1.6% 27/08/2020	-	28,000,000	28,000,000	-
Public Bank (Hong Kong) Ltd Deposit 2.1% 09/09/2020	65,000,000	-	65,000,000	-
Public Bank (Hong Kong) Ltd Deposit 2.1% 18/09/2020	46,058,843	-	46,058,843	-
Public Bank (Hong Kong) Ltd Deposit 1.4% 23/09/2020	-	28,000,000	28,000,000	-
Public Bank (Hong Kong) Ltd Deposit 1.4% 06/10/2020	-	35,489,555	35,489,555	-
Public Bank (Hong Kong) Ltd Deposit 0.8% 06/11/2020	-	31,554,605	31,554,605	-
Public Bank (Hong Kong) Ltd Deposit 0.75% 18/11/2020	-	21,009,795	21,009,795	-
Public Bank (Hong Kong) Ltd Deposit 0.8% 27/11/2020	-	28,112,921	28,112,921	-
Public Bank (Hong Kong) Ltd Deposit 0.8% 09/12/2020	-	65,688,110	65,688,110	-
Public Bank (Hong Kong) Ltd Deposit 0.75% 18/12/2020	-	46,546,436	46,546,436	-
Public Bank (Hong Kong) Ltd Deposit 0.75% 23/12/2020	-	28,098,805	28,098,805	-
Public Bank (Hong Kong) Ltd Deposit 0.8% 08/02/2021	-	31,618,233	31,618,233	-
Public Bank (Hong Kong) Ltd Deposit 0.7% 18/02/2021	-	35,049,512	35,049,512	-
Public Bank (Hong Kong) Ltd Deposit 0.75% 01/03/2021	-	28,169,609	28,169,609	-
Public Bank (Hong Kong) Ltd Deposit 0.8% 07/04/2021	-	35,614,789	-	35,614,789

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

MPF Conservative Fund - Movement of Portfolio Investments (Continued)

Listed/quoted investments Denominated in HK Dollars	Nominal value at 31.3.2020 HK\$	Additions HK\$	Disposals HK\$	Nominal value at 31.3.2021 HK\$
Fixed Deposit (Continued)				
Public Bank (Hong Kong) Ltd Deposit 0.7% 10/05/2021	-	31,683,375	-	31,683,375
Public Bank (Hong Kong) Ltd Deposit 0.55% 01/06/2021	-	28,224,018	-	28,224,018
Public Bank (Hong Kong) Ltd Deposit 0.55% 18/06/2021	-	46,702,464	-	46,702,464
Public Bank (Hong Kong) Ltd Deposit 0.55% 23/06/2021	-	28,192,995	-	28,192,995
Public Bank (Hong Kong) Ltd Deposit 0.55% 09/09/2021	-	65,924,617	-	65,924,617
Shanghai Commercial Bank Ltd Deposit 2.1% 14/07/2020	-	25,350,752	25,350,752	-
Shanghai Commercial Bank Ltd Deposit 2.1% 16/07/2020	-	40,000,000	40,000,000	-
Shanghai Commercial Bank Ltd Deposit 2.2% 22/07/2020	-	35,000,000	35,000,000	-
Shanghai Commercial Bank Ltd Deposit 1.8% 17/08/2020	-	30,000,000	30,000,000	-
Shanghai Commercial Bank Ltd Deposit 1.4% 26/08/2020	-	50,230,137	50,230,137	-
Shanghai Commercial Bank Ltd Deposit 1.5% 28/08/2020	-	25,719,480	25,719,480	-
Shanghai Commercial Bank Ltd Deposit 0.7% 26/11/2020	-	50,407,387	50,407,387	-
Shanghai Commercial Bank Ltd Deposit 0.7% 30/11/2020	-	25,816,720	25,816,720	-
Shanghai Commercial Bank Ltd Deposit 1.6% 01/12/2020	-	40,230,694	40,230,694	-
Shanghai Commercial Bank Ltd Deposit 0.7% 14/01/2021	-	25,483,479	25,483,479	-
Shanghai Commercial Bank Ltd Deposit 0.7% 18/01/2021	-	40,209,425	40,209,425	-
Shanghai Commercial Bank Ltd Deposit 0.7% 22/01/2021	-	35,191,973	35,191,973	-
Shanghai Commercial Bank Ltd Deposit 0.7% 17/02/2021	-	30,139,068	30,139,068	-
Shanghai Commercial Bank Ltd Deposit 0.4% 26/05/2021	-	50,496,325	-	50,496,325
Shanghai Commercial Bank Ltd Deposit 0.4% 31/05/2021	-	25,863,261	-	25,863,261
Shanghai Commercial Bank Ltd Deposit 0.4% 14/07/2021	-	25,573,404	-	25,573,404
Sumitomo Mitsui Banking Corp Deposit 2.36% 14/04/2020	46,428,502	-	46,428,502	-
Sumitomo Mitsui Banking Corp Deposit 2.29% 22/04/2020	52,601,812	-	52,601,812	-
Sumitomo Mitsui Banking Corp Deposit 1.24% 16/06/2020	20,243,697	-	20,243,697	-
Sumitomo Mitsui Banking Corp Deposit 2.47% 19/06/2020	41,691,391	-	41,691,391	-

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

MPF Conservative Fund - Movement of Portfolio Investments (Continued)

Listed/quoted investments Denominated in HK Dollars	Nominal value at 31.3.2020 HK\$	Additions HK\$	Disposals HK\$	Nominal value at 31.3.2021 HK\$
Fixed deposits (Continued)				
Sumitomo Mitsui Banking Corp Deposit 1.99% 06/07/2020	-	33,763,871	33,763,871	-
Sumitomo Mitsui Banking Corp Deposit 2.16% 27/08/2020	30,659,380	-	30,659,380	-
Sumitomo Mitsui Banking Corp Deposit 0.93% 15/09/2020	-	67,468,906	67,468,906	-
Sumitomo Mitsui Banking Corp Deposit 0.83% 21/09/2020	-	42,207,691	42,207,691	-
Sumitomo Mitsui Banking Corp Deposit 0.8% 06/10/2020	-	43,931,386	43,931,386	-
Sumitomo Mitsui Banking Corp Deposit 1.9% 22/10/2020	-	52,902,132	52,902,132	-
Sumitomo Mitsui Banking Corp Deposit 0.48% 27/11/2020	-	30,989,595	30,989,595	-
Sumitomo Mitsui Banking Corp Deposit 1.09% 16/12/2020	-	20,306,969	20,306,969	-
Sumitomo Mitsui Banking Corp Deposit 0.62% 21/12/2020	-	42,297,911	42,297,911	-
Sumitomo Mitsui Banking Corp Deposit 0.33% 16/02/2021	-	67,686,795	67,686,795	-
Sumitomo Mitsui Banking Corp Deposit 0.44% 07/06/2021	-	44,059,601	-	44,059,601
UOB Hong Kong Deposit 2.4% 14/04/2020	52,492,221	-	52,492,221	-
UOB Hong Kong Deposit 2.37% 15/04/2020	36,108,445	-	36,108,445	-
UOB Hong Kong Deposit 2.32% 24/04/2020	42,248,144	-	42,248,144	-
UOB Hong Kong Deposit 2.35% 15/05/2020	26,201,099	-	26,201,099	-
UOB Hong Kong Deposit 1.27% 16/06/2020	27,266,385	-	27,266,385	-
UOB Hong Kong Deposit 2% 15/07/2020	-	36,321,801	36,321,801	-
UOB Hong Kong Deposit 1.76% 29/07/2020	-	58,298,705	58,298,705	-
UOB Hong Kong Deposit 0.69% 21/09/2020	-	28,014,744	28,014,744	-
UOB Hong Kong Deposit 0.69% 22/09/2020	-	52,987,885	52,987,885	-
UOB Hong Kong Deposit 0.17% 03/05/2021	-	55,045,519	-	55,045,519

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Guaranteed Fund - Schedule of Investments as at 31 March 2021

Quoted investment	Holding Units	Fair value HK\$	% of net assets
Fund			
Domiciled or incorporated in Hong Kong			
Principal Guaranteed Umbrella Fund - Principal Long Term Guaranteed Fund	48,281,800	1,179,180,210	100.14
Total portfolio		<u>1,179,180,210</u>	<u>100.14</u>
Cash and other net liabilities		<u>(1,623,576)</u>	<u>(0.14)</u>
Net assets attributable to members		<u>1,177,556,634</u>	<u>100.00</u>
Total portfolio at cost		<u>987,556,644</u>	

Note: Investments are accounted for on a trade date basis.

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Guaranteed Fund - Movement of Portfolio Investments

Quoted investment	Holding at 31.3.2020 Units	Additions Units	Disposals Units	Holding at 31.3.2021 Units
Fund				
Domiciled or incorporated in Hong Kong				
Principal Guaranteed Umbrella Fund -				
Principal Long Term Guaranteed Fund	49,639,819	8,369,850	(9,727,869)	48,281,800

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Global Bond Fund - Schedule of Investments as at 31 March 2021

Quoted investment	Holding Units	Fair value HK\$	% of net assets
Fund			
Domiciled or incorporated in Hong Kong			
Invesco Pooled Investment Fund			
MPF Bond Fund - Class B	51,631,485	1,298,067,158	99.99
Total portfolio		<u>1,298,067,158</u>	<u>99.99</u>
Cash and other net assets		<u>101,777</u>	<u>0.01</u>
Net assets attributable to members		<u>1,298,168,935</u>	<u>100.00</u>
Total portfolio at cost		<u>1,148,021,829</u>	

Note: Investments are accounted for on a trade date basis.

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Global Bond Fund - Movement of Portfolio Investments

Quoted investment	Holding at 31.3.2020 Units	Additions Units	Disposals Units	Holding at 31.3.2021 Units
Fund				
Domiciled or incorporated in Hong Kong				
Invesco Pooled Investment Fund				
MPF Bond Fund - Class B	49,980,628	22,827,272	(21,176,415)	51,631,485

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

RMB Bond Fund - Schedule of Investments as at 31 March 2021

Quoted investment	Holding Units	Fair value HK\$	% of net assets
Fund			
Domiciled or incorporated in Hong Kong			
Invesco Pooled Investment Fund			
RMB Bond Fund - Class B	26,313,474	330,402,504	99.79
Derivatives			
Forward foreign exchange contracts		1,004,500	0.30
Total portfolio		<u>331,407,004</u>	<u>100.09</u>
Cash and other net liabilities		<u>(316,911)</u>	<u>(0.09)</u>
Net assets attributable to members		<u>331,090,093</u>	<u>100.00</u>
Total portfolio at cost		<u>305,058,656</u>	

Note: Investments are accounted for on a trade date basis.

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

RMB Bond Fund - Movement of Portfolio Investments

Quoted investment	Holding at 31.3.2020 Units	Additions Units	Disposals Units	Holding at 31.3.2021 Units
Fund				
Domiciled or incorporated in Hong Kong				
Invesco Pooled Investment Fund				
RMB Bond Fund - Class B	23,380,471	14,056,246	(11,123,243)	26,313,474

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Capital Stable Fund - Schedule of Investments as at 31 March 2021

Quoted investments	Holding Units	Fair value HK\$	% of net assets
Funds			
Domiciled or incorporated in Hong Kong			
Invesco Pooled Investment Fund			
Global Equities Fund - Class B	17,548,501	649,977,187	32.58
Invesco Pooled Investment Fund			
MPF Bond Fund - Class B	52,777,350	1,326,875,351	66.50
Total portfolio		1,976,852,538	99.08
Cash and other net assets		18,303,209	0.92
Net assets attributable to members		1,995,155,747	100.00
Total portfolio at cost		1,609,457,596	

Note: Investments are accounted for on a trade date basis.

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Capital Stable Fund - Movement of Portfolio Investments

Quoted investments	Holding at 31.3.2020 Units	Additions Units	Disposals Units	Holding at 31.3.2021 Units
Funds				
Domiciled or incorporated in Hong Kong				
Invesco Pooled Investment Fund				
Global Equities Fund - Class B	18,450,503	5,429,787	(6,331,789)	17,548,501
Invesco Pooled Investment Fund				
MPF Bond Fund - Class B	54,112,425	13,103,343	(14,438,418)	52,777,350

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Balanced Fund - Schedule of Investments as at 31 March 2021

Quoted investments	Holding Units	Fair value HK\$	% of net assets
Funds			
Domiciled or incorporated in Hong Kong			
Invesco Pooled Investment Fund			
Global Equities Fund - Class B	64,378,596	2,384,512,401	75.88
Invesco Pooled Investment Fund			
MPF Bond Fund - Class B	29,029,869	729,839,938	23.22
Total portfolio		<u>3,114,352,339</u>	<u>99.10</u>
Cash and other net assets		<u>28,346,387</u>	<u>0.90</u>
Net assets attributable to members		<u><u>3,142,698,726</u></u>	<u><u>100.00</u></u>
Total portfolio at cost		<u><u>2,182,425,579</u></u>	

Note: Investments are accounted for on a trade date basis.

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Balanced Fund - Movement of Portfolio Investments

Quoted investments	Holding at 31.3.2020 Units	Additions Units	Disposals Units	Holding at 31.3.2021 Units
Funds				
Domiciled or incorporated in Hong Kong				
Invesco Pooled Investment Fund				
Global Equities Fund - Class B	66,489,166	12,752,850	(14,863,420)	64,378,596
Invesco Pooled Investment Fund				
MPF Bond Fund - Class B	33,952,669	7,876,531	(12,799,331)	29,029,869

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Growth Fund - Schedule of Investments as at 31 March 2021

Quoted investment	Holding Units	Fair value HK\$	% of net assets
Fund			
Domiciled or incorporated in Hong Kong			
Invesco Pooled Investment Fund			
Global Equities Fund - Class B	151,137,842	5,597,979,426	100.10
Total portfolio		<u>5,597,979,426</u>	<u>100.10</u>
Cash and other net liabilities		<u>(5,453,726)</u>	<u>(0.10)</u>
Net assets attributable to members		<u>5,592,525,700</u>	<u>100.00</u>
Total portfolio at cost		<u>3,515,253,403</u>	

Note: Investments are accounted for on a trade date basis.

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Growth Fund - Movement of Portfolio Investments

Quoted investment	Holding at 31.3.2020 Units	Additions Units	Disposals Units	Holding at 31.3.2021 Units
Fund				
Domiciled or incorporated in Hong Kong				
Invesco Pooled Investment Fund				
Global Equities Fund - Class B	156,955,740	23,661,985	(29,479,883)	151,137,842

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Hong Kong and China Equity Fund - Schedule of Investments as at 31 March 2021

Quoted investment	Holding Units	Fair value HK\$	% of net assets
Fund			
Domiciled or incorporated in Hong Kong			
Invesco Pooled Investment Fund			
Hong Kong and China Fund - Class B	83,545,863	5,283,114,529	100.10
Total portfolio		<u>5,283,114,529</u>	<u>100.10</u>
Cash and other net liabilities		<u>(5,180,987)</u>	<u>(0.10)</u>
Net assets attributable to members		<u>5,277,933,542</u>	<u>100.00</u>
Total portfolio at cost		<u>4,068,697,543</u>	

Note: Investments are accounted for on a trade date basis.

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Hong Kong and China Equity Fund - Movement of Portfolio Investments

Quoted investment	Holding at 31.3.2020 Units	Additions Units	Disposals Units	Holding at 31.3.2021 Units
Fund				
Domiciled or incorporated in Hong Kong				
Invesco Pooled Investment Fund				
Hong Kong and China Fund - Class B	85,418,686	27,223,748	(29,096,571)	83,545,863

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Asian Equity Fund - Schedule of Investments as at 31 March 2021

Quoted investment	Holding Units	Fair value HK\$	% of net assets
Fund			
Domiciled or incorporated in Hong Kong			
Invesco Pooled Investment Fund			
Asia Fund - Class B	27,473,704	1,744,000,486	100.02
Total portfolio		<u>1,744,000,486</u>	<u>100.02</u>
Cash and other net liabilities		<u>(416,115)</u>	<u>(0.02)</u>
Net assets attributable to members		<u>1,743,584,371</u>	<u>100.00</u>
Total portfolio at cost		<u>1,135,077,057</u>	

Note: Investments are accounted for on a trade date basis.

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Asian Equity Fund - Movement of Portfolio Investments

Quoted investment	Holding at 31.3.2020 Units	Additions Units	Disposals Units	Holding at 31.3.2021 Units
Fund				
Domiciled or incorporated in Hong Kong				
Invesco Pooled Investment Fund				
Asia Fund - Class B	27,344,424	7,695,042	(7,565,762)	27,473,704

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Invesco Hang Seng Index Tracking Fund - Schedule of Investments as at 31 March 2021

Quoted investment	Holding Units	Fair value HK\$	% of net assets
Fund			
Domiciled or incorporated in Hong Kong			
Tracker Fund of Hong Kong	21,268,500	609,555,210	101.12
Total portfolio		<u>609,555,210</u>	<u>101.12</u>
Cash and other net liabilities		<u>(6,752,759)</u>	<u>(1.12)</u>
Net assets attributable to members		<u>602,802,451</u>	<u>100.00</u>
Total portfolio at cost		<u>567,899,082</u>	

Note: Investments are accounted for on a trade date basis.

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Invesco Hang Seng Index Tracking Fund - Movement of Portfolio Investments

Quoted investment	Holding at 31.3.2020 Units	Additions Units	Disposals Units	Holding at 31.3.2021 Units
Fund				
Domiciled or incorporated in Hong Kong				
Tracker Fund of Hong Kong	20,749,000	5,963,500	(5,444,000)	21,268,500

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Age 65 Plus Fund - Schedule of Investments as at 31 March 2021

Quoted investment	Holding Units	Fair value HK\$	% of net assets
Fund			
Domiciled or incorporated in Hong Kong			
Invesco Pooled Investment Fund			
Age 65 Plus Fund - Class B	20,008,693	247,039,328	100.01
Total portfolio		<u>247,039,328</u>	<u>100.01</u>
Cash and other net liabilities		<u>(34,697)</u>	<u>(0.01)</u>
Net assets attributable to members		<u>247,004,631</u>	<u>100.00</u>
Total portfolio at cost		<u>235,439,373</u>	

Note: Investments are accounted for on a trade date basis.

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Age 65 Plus Fund - Movement of Portfolio Investments

Quoted investment	Holding at 31.3.2020 Units	Additions Units	Disposals Units	Holding at 31.3.2021 Units
Fund				
Domiciled or incorporated in Hong Kong				
Invesco Pooled Investment Fund				
Age 65 Plus Fund - Class B	14,350,193	19,661,309	(14,002,809)	20,008,693

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Core Accumulation Fund - Schedule of Investments as at 31 March 2021

Quoted investment	Holding Units	Fair value HK\$	% of net assets
Fund			
Domiciled or incorporated in Hong Kong			
Invesco Pooled Investment Fund			
Core Accumulation Fund - Class B	63,834,613	895,574,086	100.06
Total portfolio		<u>895,574,086</u>	<u>100.06</u>
Cash and other net liabilities		<u>(501,202)</u>	<u>(0.06)</u>
Net assets attributable to members		<u>895,072,884</u>	<u>100.00</u>
Total portfolio at cost		<u>768,175,215</u>	

Note: Investments are accounted for on a trade date basis.

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2021

Core Accumulation Fund - Movement of Portfolio Investments

Quoted investment	Holding at 31.3.2020 Units	Additions Units	Disposals Units	Holding at 31.3.2021 Units
Fund				
Domiciled or incorporated in Hong Kong				
Invesco Pooled Investment Fund				
Core Accumulation Fund - Class B	49,158,700	36,377,406	(21,701,493)	63,834,613

Invesco Strategic MPF Scheme

Independent Auditor's Report to the Trustee of Invesco Strategic MPF Scheme

Report on the Audit of the Financial Statements

Opinion

What we have audited

The financial statements of Invesco Strategic MPF Scheme (the "Scheme") and each of its constituent funds, MPF Conservative Fund, Guaranteed Fund, Global Bond Fund, RMB Bond Fund, Capital Stable Fund, Balanced Fund, Growth Fund, Hong Kong and China Equity Fund, Asian Equity Fund, Invesco Hang Seng Index Tracking Fund, Age 65 Plus Fund and Core Accumulation Fund (each a "constituent fund" of the Scheme and together the "constituent funds") set out on pages 82 to 193, which comprise:

- the statement of net assets available for benefits of the Scheme and the statement of net assets of each of its constituent funds as at 31 March 2021;
- the statement of comprehensive income of each of the constituent funds for the year then ended;
- the statement of changes in net assets available for benefits of the Scheme and the statement of changes in net assets attributable to members/statement of changes in equity of each of its constituent funds for the year then ended;
- the statement of cash flows of the Scheme and each of its constituent funds for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies.

Our opinion

In our opinion, the financial statements give a true and fair view of the financial position of the Scheme and each of its constituent funds as at 31 March 2021, and of their financial transactions and cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA").

Basis for Opinion

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HSAs") and with reference to Practice Note 860.1 (Revised), "The Audit of Retirement Schemes" issued by the HKICPA. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Scheme and each of its constituent funds in accordance with the HKICPA's Code of Ethics for Professional Accountants (the "Code"), and we have fulfilled our other ethical responsibilities in accordance with the Code.

Invesco Strategic MPF Scheme

Independent Auditor's Report to the Trustee of Invesco Strategic MPF Scheme (Continued)

Other Information

The Trustee is responsible for the other information. The other information comprises all of the information included in the annual report other than the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Trustee for the Financial Statements

The Trustee is responsible for the preparation of the financial statements that give a true and fair view in accordance with HKFRSs issued by the HKICPA and for such internal control as the Trustee determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustee is responsible for assessing the Scheme's and each of its constituent funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustee either intends to liquidate the Scheme and its constituent funds or to cease operations, or has no realistic alternative but to do so.

In addition, the Trustee is required to ensure that the financial statements have been properly prepared in accordance with sections 80, 81, 83 and 84 of the Hong Kong Mandatory Provident Fund Schemes (General) Regulation (the "General Regulation").

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. We report our opinion solely to you, as a body, in accordance with section 102 of the General Regulation, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. In addition, we are required to assess whether the financial statements of the Scheme and each of its constituent funds have been properly prepared, in all material respects, in accordance with sections 80, 81, 83 and 84 of the General Regulation.

Invesco Strategic MPF Scheme

Independent Auditor's Report to the Trustee of Invesco Strategic MPF Scheme (Continued)

Auditor's Responsibilities for the Audit of the Financial Statements (Continued)

As part of an audit in accordance with HKSA's, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Scheme's and its constituent funds' internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Trustee.
- Conclude on the appropriateness of the Trustee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Scheme's and its constituent funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Scheme and its constituent funds to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Trustee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Matters under the General Regulation

- a. In our opinion, the financial statements of the Scheme and each of its constituent funds have been properly prepared, in all material respects, in accordance with sections 80, 81, 83 and 84 of the General Regulation.
- b. We have obtained all the information and explanations which, to the best of our knowledge and belief, are necessary for the purpose of our audit.



PricewaterhouseCoopers
Certified Public Accountants

Hong Kong, 10 September 2021

Invesco Strategic MPF Scheme - Scheme

Statement of Net Assets Available for Benefits AS AT 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Assets			
Current assets			
Financial assets at fair value through profit or loss	8	25,181,561,009	19,685,336,273
Amounts receivable on sale of financial assets at fair value through profit or loss		56,487,663	34,668,346
Contributions receivable			
From employers		79,153,199	94,937,968
From members		61,943,236	71,242,755
Surcharge		388	359
Bank balances and deposits		44,061,386	42,435,622
Total assets		25,423,206,881	19,928,621,323
Liabilities			
Current liabilities			
Accruals and other payables		24,620,733	14,286,775
Benefits payable		170,467,891	55,161,497
Forfeitures payable		29,208,859	32,622,601
Amounts payable on purchase of financial assets at fair value through profit or loss		829,266	1,927,992
Total liabilities		225,126,749	103,998,865
Net assets available for benefits attributable to members		25,198,080,132	19,824,622,458

For and on behalf of the Trustee
Bank Consortium Trust Company Limited



Director



Director

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Scheme

Statement of Changes in Net Assets Available for Benefits FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Income			
Bank interest		537	504
Change in unrealised gain/loss of financial assets at fair value through profit or loss		4,843,428,969	(2,450,760,994)
Realised gains on disposal of financial assets at fair value through profit or loss		<u>462,126,153</u>	<u>256,107,323</u>
Total income/(loss)		<u>5,305,555,659</u>	<u>(2,194,653,167)</u>
Expenses			
Administrative and other expenses		<u>922</u>	<u>162</u>
Total expenses		<u>922</u>	<u>162</u>
Net income/(loss)		<u>5,305,554,737</u>	<u>(2,194,653,329)</u>
Contributions received and receivable			
	6		
From employers			
Mandatory		778,624,798	793,151,262
Voluntary		275,217,988	275,174,491
From members			
Mandatory		761,071,800	769,238,031
Voluntary		52,285,177	52,476,025
Tax deductible voluntary		<u>19,900,262</u>	<u>17,106,847</u>
		<u>1,887,100,025</u>	<u>1,907,146,656</u>
Contribution surcharge		82,645	49,820
Transfers in			
Group transfers in from other schemes		6,755,870	4,955,362
Individual transfers in from other schemes		<u>252,033,430</u>	<u>221,791,723</u>
		<u>258,789,300</u>	<u>226,747,085</u>

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Scheme

Statement of Changes in Net Assets Available for Benefits (Continued) FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Benefits paid and payable	7		
Retirement		132,457,357	77,553,570
Early retirement		55,165,385	30,295,057
Death		12,568,469	5,568,870
Permanent departure		127,450,293	85,601,624
Small balance		9,197	7,375
Refund of voluntary contributions to leavers		158,493,001	121,396,366
Total incapacity		2,504,020	2,196,550
Terminal illness		668,608	1,152,059
		489,316,330	323,771,471
Transfers out			
Group transfers out to other schemes		347,945,585	68,647,799
Individual transfers out to other schemes		1,068,544,904	730,462,576
		1,416,490,489	799,110,375
Forfeitures		18,319,737	21,232,149
Long service payment		153,942,477	110,363,169
Changes in net assets available for benefits attributable to members		5,373,457,674	(1,315,186,932)
Net assets available for benefits attributable to members at the beginning of the year			
- Members' accounts		19,824,622,458	21,139,809,390
Net assets available for benefits attributable to members at the end of the year			
- Members' accounts		25,198,080,132	19,824,622,458

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Scheme

Statement of Cash Flows FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
Cash flows from operating activities		
Payments for purchase of financial assets at fair value through profit or loss	(7,576,063,904)	(6,185,721,450)
Proceeds from disposal of financial assets at fair value through profit or loss	7,362,476,247	5,328,977,899
Interest received	537	504
Administrative and other expenses paid	(922)	(162)
Net cash used in operating activities	(213,588,042)	(856,743,209)
Cash flows from financing activities		
Contributions and transfers in received	2,171,056,229	2,112,287,511
Benefits, transfers out, long service payment and forfeitures paid	(1,955,842,423)	(1,247,101,587)
Net cash from financing activities	215,213,806	865,185,924
Net increase in cash and cash equivalents	1,625,764	8,442,715
Cash and cash equivalents at the beginning of the year	42,435,622	33,992,907
Cash and cash equivalents at the end of the year	44,061,386	42,435,622
Analysis of balance of cash and cash equivalents		
Bank balances and deposits	44,061,386	42,435,622

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - MPF Conservative Fund

Statement of Net Assets AS AT 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Assets			
Current assets			
Financial assets at fair value through profit or loss	8	1,755,068,944	1,824,364,328
Interest receivable - bank deposits		986,517	5,662,770
Interest receivable - certificate of deposits		697,519	5,558,349
Amounts receivable on fund switching		30,846,499	46,962,455
Bank balances and deposits		1,176,958,524	891,883,366
Total assets		2,964,558,003	2,774,431,268
Liabilities			
Current liabilities			
Amounts payable on redemption		5,010,236	8,738,497
Amounts payable on fund switching		20,603,723	28,658,968
Amounts payable on purchase of financial assets at fair value through profit or loss		60,000,000	40,450,538
Other payables		976,749	1,836,320
Liabilities (excluding net assets attributable to members)		86,590,708	79,684,323
Net assets attributable to members		2,877,967,295	2,694,746,945

For and on behalf of the Trustee
Bank Consortium Trust Company Limited



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Director



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Director

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - MPF Conservative Fund

Statement of Comprehensive Income FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Investment income			
Interest income on bonds		139,697	-
Interest income on certificate of deposits		4,550,811	10,160,261
Interest income on bank deposits		22,933,583	42,688,838
Change in unrealised gain/loss of financial assets at fair value through profit or loss		(1,584,952)	(4,435,495)
Realised gains on disposal of financial assets at fair value through profit or loss		3,313,435	8,896,331
Total income		29,352,574	57,309,935
Expenses			
Investment management fee	5 (a)	4,992,681	5,314,799
Trustee and administration fees	5 (b)	9,061,717	9,646,360
Safe custody and bank charges		132,807	169,446
Sponsor fee	5 (c)	2,496,341	2,657,399
Auditor's remuneration		115,592	118,773
Legal and professional fees		21,788	57,972
Other expenses		410,992	462,949
Total expenses		17,231,918	18,427,698
Increase in net assets attributable to members		12,120,656	38,882,237

The accompanying notes form an integral part of these financial statements.

**Invesco Strategic MPF Scheme
- MPF Conservative Fund**

Statement of Changes in Net Assets Attributable to Members
FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
Balance at the beginning of the year	2,694,746,945	2,597,905,343
Proceeds on subscription of units	1,925,805,127	1,394,083,111
Payments on redemption of units	(1,754,705,433)	(1,336,123,746)
	171,099,694	57,959,365
Increase in net assets attributable to members	12,120,656	38,882,237
Balance at the end of the year	2,877,967,295	2,694,746,945

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme
- MPF Conservative Fund

Statement of Cash Flows

FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
Cash flows from operating activities		
Payments for purchase of investments	(6,004,011,206)	(6,735,285,162)
Proceeds from sale of investments	6,094,623,848	6,874,304,544
Interest received on bank deposits	27,609,836	40,911,574
Interest received on certificate of deposits	9,512,025	6,799,411
Investment management fee paid	(5,229,635)	(5,302,724)
Trustee and administration fees paid	(9,491,788)	(9,624,445)
Sponsor fee paid	(2,614,817)	(2,651,362)
Operating expenses paid	<u>(755,249)</u>	<u>(755,839)</u>
Net cash from operating activities	<u>109,643,014</u>	<u>168,395,997</u>
Cash flows from financing activities		
Proceeds on subscription of units	1,941,921,083	1,366,887,238
Payments on redemption of units	<u>(1,766,488,939)</u>	<u>(1,316,416,504)</u>
Net cash from financing activities	<u>175,432,144</u>	<u>50,470,734</u>
Net increase in cash and cash equivalents	285,075,158	218,866,731
Cash and cash equivalents at the beginning of the year	<u>891,883,366</u>	<u>673,016,635</u>
Cash and cash equivalents at the end of the year	<u><u>1,176,958,524</u></u>	<u><u>891,883,366</u></u>
Analysis of balance of cash and cash equivalents		
Bank balances and deposits	<u><u>1,176,958,524</u></u>	<u><u>891,883,366</u></u>

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Guaranteed Fund

Statement of Net Assets AS AT 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Assets			
Current assets			
Financial assets at fair value through profit or loss	8	1,179,180,210	1,104,365,287
Amounts receivable on sale of financial assets at fair value through profit or loss		712,230	1,170,019
Bank balances and deposits		<u>3,653,862</u>	<u>2,996,630</u>
Total assets		<u>1,183,546,302</u>	<u>1,108,531,936</u>
Liabilities			
Current liabilities			
Amounts payable on redemption		4,318,077	3,365,727
Amounts payable on purchase of financial assets at fair value through profit or loss		47,995	800,904
Other payables		<u>1,623,596</u>	<u>1,495,740</u>
Total liabilities		<u>5,989,668</u>	<u>5,662,371</u>
Equity			
Net assets attributable to members		<u>1,177,556,634</u>	<u>1,102,869,565</u>

For and on behalf of the Trustee
Bank Consortium Trust Company Limited



 Director



 Director

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Guaranteed Fund

Statement of Comprehensive Income FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Investment income			
Change in unrealised gain/loss of financial assets at fair value through profit or loss		69,882,806	(14,425,849)
Realised gains on disposal of financial assets at fair value through profit or loss		<u>38,377,274</u>	<u>20,809,991</u>
Total income		<u>108,260,080</u>	<u>6,384,142</u>
Expenses			
Investment management fee	5 (a)	9,467,326	8,892,079
Trustee and administration fees	5 (b)	6,212,932	5,835,427
Safe custody and bank charges		1,018	1,595
Sponsor fee	5 (c)	1,183,416	1,111,510
Auditor's remuneration		49,310	52,605
Legal and professional fees		4,909	24,164
Other expenses		<u>220,484</u>	<u>239,899</u>
Total expenses		<u>17,139,395</u>	<u>16,157,279</u>
Total comprehensive income/(loss)		<u>91,120,685</u>	<u>(9,773,137)</u>

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme
- Guaranteed Fund

Statement of Changes in Equity
FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
Balance at the beginning of the year	<u>1,102,869,565</u>	<u>1,058,247,963</u>
Proceeds on subscription of units	202,060,983	193,220,400
Payments on redemption of units	(218,494,599)	(138,825,661)
	<u>(16,433,616)</u>	<u>54,394,739</u>
Total comprehensive income/(loss)	<u>91,120,685</u>	<u>(9,773,137)</u>
Balance at the end of the year	<u><u>1,177,556,634</u></u>	<u><u>1,102,869,565</u></u>

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Guaranteed Fund

Statement of Cash Flows FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
Cash flows from operating activities		
Payments for purchase of investments	(201,534,319)	(192,092,506)
Proceeds from sale of investments	234,684,356	153,556,119
Investment management fee paid	(9,383,205)	(8,787,737)
Trustee and administration fees paid	(6,157,728)	(5,766,953)
Sponsor fee paid	(1,172,901)	(1,098,467)
Operating expenses paid	<u>(297,705)</u>	<u>(280,537)</u>
Net cash from/(used in) operating activities	<u>16,138,498</u>	<u>(54,470,081)</u>
Cash flows from financing activities		
Proceeds on subscription of units	202,060,983	193,220,400
Payments on redemption of units	<u>(217,542,249)</u>	<u>(137,023,886)</u>
Net cash (used in)/from financing activities	<u>(15,481,266)</u>	<u>56,196,514</u>
Net increase in cash and cash equivalents	657,232	1,726,433
Cash and cash equivalents at the beginning of the year	<u>2,996,630</u>	<u>1,270,197</u>
Cash and cash equivalents at the end of the year	<u>3,653,862</u>	<u>2,996,630</u>
Analysis of balance of cash and cash equivalents		
Bank balances and deposits	<u>3,653,862</u>	<u>2,996,630</u>

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Global Bond Fund

Statement of Net Assets AS AT 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Assets			
Current assets			
Financial assets at fair value through profit or loss	8	1,298,067,158	1,190,988,375
Amounts receivable on fund switching		5,386,589	5,492,964
Amounts receivable on sale of financial assets at fair value through profit or loss		8,156,755	8,768,826
Bank balances and deposits		4,052,314	4,046,107
Total assets		1,315,662,816	1,209,296,272
Liabilities			
Current liabilities			
Amounts payable on redemption		5,305,667	2,023,097
Amounts payable on fund switching		5,548,907	9,436,503
Amounts payable on purchase of financial assets at fair value through profit or loss		5,386,589	5,492,964
Other payables		1,252,718	1,184,534
Liabilities (excluding net assets attributable to members)		17,493,881	18,137,098
Net assets attributable to members		1,298,168,935	1,191,159,174

For and on behalf of the Trustee
Bank Consortium Trust Company Limited

 Director	 Director
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The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Global Bond Fund

Statement of Comprehensive Income FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Investment income			
Interest income on bank deposits		38	101
Change in unrealised gain/loss of financial assets at fair value through profit or loss		(11,089,633)	(1,462,401)
Realised gains on disposal of financial assets at fair value through profit or loss		79,389,770	44,589,111
Total income		68,300,175	43,126,811
Expenses			
Investment management fee	5 (a)	5,169,338	4,372,051
Trustee and administration fees	5 (b)	6,922,360	5,862,831
Safe custody and bank charges		1,903	3,256
Sponsor fee	5 (c)	1,318,545	1,116,730
Auditor's remuneration		53,851	49,122
Legal and professional fees		10,105	24,307
Other expenses		235,212	218,170
Total expenses		13,711,314	11,646,467
Increase in net assets attributable to members		54,588,861	31,480,344

The accompanying notes form an integral part of these financial statements.

**Invesco Strategic MPF Scheme
- Global Bond Fund**

Statement of Changes in Net Assets Attributable to Members
FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
Balance at the beginning of the year	<u>1,191,159,174</u>	<u>1,011,903,739</u>
Proceeds on subscription of units	574,261,045	517,486,905
Payments on redemption of units	(521,840,145)	(369,711,814)
	<u>52,420,900</u>	<u>147,775,091</u>
Increase in net assets attributable to members	<u>54,588,861</u>	<u>31,480,344</u>
Balance at the end of the year	<u><u>1,298,168,935</u></u>	<u><u>1,191,159,174</u></u>

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Global Bond Fund

Statement of Cash Flows FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
Cash flows from operating activities		
Payments for purchase of investments	(574,367,420)	(434,951,426)
Proceeds from sale of investments	536,094,470	277,250,557
Interest received on bank deposits	38	101
Investment management fee paid	(5,134,139)	(4,302,686)
Trustee and administration fees paid	(6,874,332)	(5,769,989)
Sponsor fee paid	(1,309,397)	(1,099,046)
Operating expenses paid	<u>(325,262)</u>	<u>(260,358)</u>
Net cash used in operating activities	<u>(51,916,042)</u>	<u>(169,132,847)</u>
Cash flows from financing activities		
Proceeds on subscription of units	574,367,420	519,059,606
Payments on redemption of units	<u>(522,445,171)</u>	<u>(360,748,370)</u>
Net cash from financing activities	<u>51,922,249</u>	<u>158,311,236</u>
Net increase/(decrease) in cash and cash equivalents	6,207	(10,821,611)
Cash and cash equivalents at the beginning of the year	<u>4,046,107</u>	<u>14,867,718</u>
Cash and cash equivalents at the end of the year	<u><u>4,052,314</u></u>	<u><u>4,046,107</u></u>
Analysis of balance of cash and cash equivalents		
Bank balances and deposits	<u><u>4,052,314</u></u>	<u><u>4,046,107</u></u>

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - RMB Bond Fund

Statement of Net Assets AS AT 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Assets			
Current assets			
Financial assets at fair value through profit or loss	8, 14	331,407,004	263,879,264
Amounts receivable on sale of financial assets at fair value through profit or loss		2,316,118	1,784,347
Amounts receivable on fund switching		3,043,680	1,773,415
Bank balances and deposits		2,202,209	678,295
Total assets		338,969,011	268,115,321
Liabilities			
Current liabilities			
Amounts payable on redemption		717,399	200,705
Amounts payable on fund switching		3,800,814	2,261,809
Amounts payable on purchase of financial assets at fair value through profit or loss		3,043,680	1,773,415
Other payables		317,025	261,392
Liabilities (excluding net assets attributable to members)		7,878,918	4,497,321
Net assets attributable to members		331,090,093	263,618,000

For and on behalf of the Trustee
Bank Consortium Trust Company Limited



Director



Director

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - RMB Bond Fund

Statement of Comprehensive Income FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Investment income			
Interest income on bank deposits		5	4
Change in unrealised gain/loss of financial assets at fair value through profit or loss		23,082,211	(7,237,416)
Realised (losses)/gains on disposal of financial assets at fair value through profit or loss		(1,138,128)	5,246,139
Total income/(loss)		21,944,088	(1,991,273)
Expenses			
Investment management fee	5 (a)	1,152,199	1,019,771
Trustee and administration fees	5 (b)	1,544,453	1,365,581
Safe custody and bank charges		271	435
Sponsor fee	5 (c)	294,181	260,111
Auditor's remuneration		12,248	11,535
Legal and professional fees		18,066	5,667
Other expenses		82,775	84,386
Total expenses		3,104,193	2,747,486
Increase/(decrease) in net assets attributable to members		18,839,895	(4,738,759)

The accompanying notes form an integral part of these financial statements.

**Invesco Strategic MPF Scheme
- RMB Bond Fund**

Statement of Changes in Net Assets Attributable to Members
FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
Balance at the beginning of the year	263,618,000	254,455,108
Proceeds on subscription of units	169,611,047	116,492,207
Payments on redemption of units	(120,978,849)	(102,590,556)
	48,632,198	13,901,651
Increase/(decrease) in net assets attributable to members	18,839,895	(4,738,759)
Balance at the end of the year	331,090,093	263,618,000

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - RMB Bond Fund

Statement of Cash Flows FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
Cash flows from operating activities		
Payments for purchase of investments	(169,092,876)	(120,164,490)
Proceeds from sale of investments	124,247,713	108,508,744
Interest received on bank deposits	5	4
Investment management fee paid	(1,129,724)	(1,014,887)
Trustee and administration fees paid	(1,514,102)	(1,359,194)
Sponsor fee paid	(288,400)	(258,894)
Operating expenses paid	(116,334)	(96,783)
Net cash used in operating activities	(47,893,718)	(14,385,500)
Cash flows from financing activities		
Proceeds on subscription of units	168,340,782	115,483,520
Payments on redemption of units	(118,923,150)	(101,453,463)
Net cash from financing activities	49,417,632	14,030,057
Net increase/(decrease) in cash and cash equivalents	1,523,914	(355,443)
Cash and cash equivalents at the beginning of the year	678,295	1,033,738
Cash and cash equivalents at the end of the year	2,202,209	678,295
Analysis of balance of cash and cash equivalents		
Bank balances and deposits	2,202,209	678,295

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Capital Stable Fund

Statement of Net Assets AS AT 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Assets			
Current assets			
Financial assets at fair value through profit or loss	8	1,976,852,538	1,751,707,562
Amounts receivable on sale of financial assets at fair value through profit or loss		7,349,992	8,327,122
Amounts receivable on fund switching		2,451,494	3,023,086
Bank balances and deposits		21,706,875	2,875,617
Total assets		2,008,360,899	1,765,933,387
Liabilities			
Current liabilities			
Amounts payable on redemption		5,016,937	2,122,408
Amounts payable on fund switching		3,756,780	8,062,295
Amounts payable on purchase of financial assets at fair value through profit or loss		2,451,494	3,023,086
Other payables		1,979,941	1,819,620
Liabilities (excluding net assets attributable to members)		13,205,152	15,027,409
Net assets attributable to members		1,995,155,747	1,750,905,978

For and on behalf of the Trustee
Bank Consortium Trust Company Limited



Director



Director

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Capital Stable Fund

Statement of Comprehensive Income FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Investment income			
Interest income on bank deposits		32	58
Change in unrealised gain/loss of financial assets at fair value through profit or loss		197,382,978	(91,055,668)
Realised gains on disposal of financial assets at fair value through profit or loss		<u>101,335,045</u>	<u>56,866,185</u>
Total income/(loss)		<u>298,718,055</u>	<u>(34,189,425)</u>
Expenses			
Investment management fee	5 (a)	7,881,395	7,511,069
Trustee and administration fees	5 (b)	10,184,765	9,679,493
Safe custody and bank charges		2,418	4,350
Sponsor fee	5 (c)	1,939,955	1,843,713
Auditor's remuneration		79,760	82,404
Legal and professional fees		15,127	40,376
Other expenses		<u>349,976</u>	<u>402,405</u>
Total expenses		<u>20,453,396</u>	<u>19,563,810</u>
Increase/(decrease) in net assets attributable to members		<u>278,264,659</u>	<u>(53,753,235)</u>

The accompanying notes form an integral part of these financial statements.

**Invesco Strategic MPF Scheme
- Capital Stable Fund**

Statement of Changes in Net Assets Attributable to Members
FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
Balance at the beginning of the year	<u>1,750,905,978</u>	<u>1,793,091,238</u>
Proceeds on subscription of units	348,830,468	308,273,409
Payments on redemption of units	(382,845,358)	(296,705,434)
	<u>(34,014,890)</u>	<u>11,567,975</u>
Increase/(decrease) in net assets attributable to members	<u>278,264,659</u>	<u>(53,753,235)</u>
Balance at the end of the year	<u><u>1,995,155,747</u></u>	<u><u>1,750,905,978</u></u>

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Capital Stable Fund

Statement of Cash Flows

FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
Cash flows from operating activities		
Payments for purchase of investments	(494,571,291)	(367,372,748)
Proceeds from sale of investments	568,549,876	363,051,117
Interest received on bank deposits	32	58
Investment management fee paid	(7,800,041)	(7,512,271)
Trustee and administration fees paid	(10,075,492)	(9,681,401)
Sponsor fee paid	(1,919,141)	(1,844,076)
Operating expenses paid	(498,401)	(490,962)
Net cash from/(used in) operating activities	53,685,542	(23,850,283)
Cash flows from financing activities		
Proceeds on subscription of units	349,402,060	307,884,488
Payments on redemption of units	(384,256,344)	(289,530,315)
Net cash (used in)/from financing activities	(34,854,284)	18,354,173
Net increase/(decrease) in cash and cash equivalents	18,831,258	(5,496,110)
Cash and cash equivalents at the beginning of the year	2,875,617	8,371,727
Cash and cash equivalents at the end of the year	21,706,875	2,875,617
Analysis of balance of cash and cash equivalents		
Bank balances and deposits	21,706,875	2,875,617

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Balanced Fund

Statement of Net Assets AS AT 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Assets			
Current assets			
Financial assets at fair value through profit or loss	8	3,114,352,339	2,474,891,033
Amounts receivable on sale of financial assets at fair value through profit or loss		8,753,175	7,996,521
Amounts receivable on fund switching		4,174,358	3,597,653
Bank balances and deposits		32,875,310	2,610,612
Total assets		3,160,155,182	2,489,095,819
Liabilities			
Current liabilities			
Amounts payable on redemption		5,842,921	3,167,873
Amounts payable on fund switching		4,351,647	5,924,871
Amounts payable on purchase of financial assets at fair value through profit or loss		4,174,358	3,597,653
Other payables		3,087,530	2,584,159
Liabilities (excluding net assets attributable to members)		17,456,456	15,274,556
Net assets attributable to members		3,142,698,726	2,473,821,263

For and on behalf of the Trustee
Bank Consortium Trust Company Limited

.....
Director

.....
Director

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Balanced Fund

Statement of Comprehensive Income FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Investment income			
Interest income on bank deposits		48	84
Change in unrealised gain/loss of financial assets at fair value through profit or loss		660,334,666	(406,166,370)
Realised gains on disposal of financial assets at fair value through profit or loss		<u>173,720,228</u>	<u>110,131,204</u>
Total income/(loss)		<u>834,054,942</u>	<u>(296,035,082)</u>
Expenses			
Investment management fee	5 (a)	11,677,886	11,294,820
Trustee and administration fees	5 (b)	15,300,032	14,768,208
Safe custody and bank charges		3,177	5,775
Sponsor fee	5 (c)	2,914,292	2,812,992
Auditor's remuneration		121,168	126,097
Legal and professional fees		22,781	61,485
Other expenses		<u>477,614</u>	<u>571,533</u>
Total expenses		<u>30,516,950</u>	<u>29,640,910</u>
Increase/(decrease) in net assets attributable to members		<u>803,537,992</u>	<u>(325,675,992)</u>

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme
- Balanced Fund

Statement of Changes in Net Assets Attributable to Members
FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
Balance at the beginning of the year	<u>2,473,821,263</u>	<u>2,791,811,280</u>
Proceeds on subscription of units	394,856,240	405,886,707
Payments on redemption of units	(529,516,769)	(398,200,732)
	<u>(134,660,529)</u>	<u>7,685,975</u>
Increase/(decrease) in net assets attributable to members	<u>803,537,992</u>	<u>(325,675,992)</u>
Balance at the end of the year	<u>3,142,698,726</u>	<u>2,473,821,263</u>

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Balanced Fund

Statement of Cash Flows FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
Cash flows from operating activities		
Payments for purchase of investments	(598,736,965)	(474,036,346)
Proceeds from sale of investments	793,150,604	485,017,366
Interest received on bank deposits	48	84
Investment management fee paid	(11,459,203)	(11,382,993)
Trustee and administration fees paid	(15,008,970)	(14,883,031)
Sponsor fee paid	(2,858,852)	(2,834,863)
Operating expenses paid	(686,554)	(709,996)
Net cash from/(used in) operating activities	164,400,108	(18,829,779)
Cash flows from financing activities		
Proceeds on subscription of units	394,279,535	403,979,626
Payments on redemption of units	(528,414,945)	(395,785,137)
Net cash (used in)/from financing activities	(134,135,410)	8,194,489
Net increase/(decrease) in cash and cash equivalents	30,264,698	(10,635,290)
Cash and cash equivalents at the beginning of the year	2,610,612	13,245,902
Cash and cash equivalents at the end of the year	32,875,310	2,610,612
Analysis of balance of cash and cash equivalents		
Bank balances and deposits	32,875,310	2,610,612

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Growth Fund

Statement of Net Assets AS AT 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Assets			
Current assets			
Financial assets at fair value through profit or loss	8	5,597,979,426	3,932,400,498
Amounts receivable on sale of financial assets at fair value through profit or loss		13,707,880	14,103,315
Amounts receivable on fund switching		11,607,279	9,894,494
Bank balances and deposits		5,076,968	1,124,853
Total assets		5,628,371,553	3,957,523,160
Liabilities			
Current liabilities			
Amounts payable on redemption		10,776,995	5,499,154
Amounts payable on fund switching		8,007,971	9,728,061
Amounts payable on purchase of financial assets at fair value through profit or loss		11,607,279	9,894,494
Other payables		5,453,608	4,110,936
Liabilities (excluding net assets attributable to members)		35,845,853	29,232,645
Net assets attributable to members		5,592,525,700	3,928,290,515

For and on behalf of the Trustee
Bank Consortium Trust Company Limited



.....
Director



.....
Director

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Growth Fund

Statement of Comprehensive Income FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Investment income			
Interest income on bank deposits		40	29
Change in unrealised gain/loss of financial assets at fair value through profit or loss		1,564,819,937	(978,377,716)
Realised gains on disposal of financial assets at fair value through profit or loss		289,076,914	201,861,491
Total income/(loss)		<u>1,853,896,891</u>	<u>(776,516,196)</u>
Expenses			
Investment management fee	5 (a)	19,689,292	18,852,826
Trustee and administration fees	5 (b)	25,936,124	24,747,559
Safe custody and bank charges		4,724	8,566
Sponsor fee	5 (c)	4,940,214	4,713,821
Auditor's remuneration		207,759	211,908
Legal and professional fees		38,394	102,972
Other expenses		709,923	858,840
Total expenses		<u>51,526,430</u>	<u>49,496,492</u>
Increase/(decrease) in net assets attributable to members		<u>1,802,370,461</u>	<u>(826,012,688)</u>

The accompanying notes form an integral part of these financial statements.

**Invesco Strategic MPF Scheme
- Growth Fund**

Statement of Changes in Net Assets Attributable to Members
FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
Balance at the beginning of the year	<u>3,928,290,515</u>	<u>4,727,370,673</u>
Proceeds on subscription of units	760,136,581	703,245,082
Payments on redemption of units	(898,271,857)	(676,312,552)
	<u>(138,135,276)</u>	<u>26,932,530</u>
Increase/(decrease) in net assets attributable to members	<u>1,802,370,461</u>	<u>(826,012,688)</u>
Balance at the end of the year	<u>5,592,525,700</u>	<u>3,928,290,515</u>

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Growth Fund

Statement of Cash Flows

FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
Cash flows from operating activities		
Payments for purchase of investments	(758,423,796)	(696,817,632)
Proceeds from sale of investments	948,849,939	719,273,498
Interest received on bank deposits	40	29
Investment management fee paid	(19,144,853)	(19,092,210)
Trustee and administration fees paid	(25,208,729)	(25,056,423)
Sponsor fee paid	(4,801,662)	(4,772,652)
Operating expenses paid	(1,028,514)	(1,093,883)
Net cash from/(used in) operating activities	140,242,425	(27,559,273)
Cash flows from financing activities		
Proceeds on subscription of units	758,423,796	696,817,633
Payments on redemption of units	(894,714,106)	(673,215,169)
Net cash (used in)/from financing activities	(136,290,310)	23,602,464
Net increase/(decrease) in cash and cash equivalents	3,952,115	(3,956,809)
Cash and cash equivalents at the beginning of the year	1,124,853	5,081,662
Cash and cash equivalents at the end of the year	5,076,968	1,124,853
Analysis of balance of cash and cash equivalents		
Bank balances and deposits	5,076,968	1,124,853

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Hong Kong and China Equity Fund

Statement of Net Assets AS AT 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Assets			
Current assets			
Financial assets at fair value through profit or loss	8	5,283,114,529	4,029,592,353
Amounts receivable on sale of financial assets at fair value through profit or loss		24,429,542	27,311,264
Amounts receivable on fund switching		17,184,952	26,396,339
Bank balances and deposits		6,104,215	4,146,757
Total assets		5,330,833,238	4,087,446,713
Liabilities			
Current liabilities			
Amounts payable on redemption		9,996,149	5,775,428
Amounts payable on fund switching		20,537,718	25,681,662
Amounts payable on purchase of financial assets at fair value through profit or loss		17,184,952	26,396,339
Other payables		5,180,877	4,072,604
Liabilities (excluding net assets attributable to members)		52,899,696	61,926,033
Net assets attributable to members		5,277,933,542	4,025,520,680

For and on behalf of the Trustee
Bank Consortium Trust Company Limited

 Director	 Director
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The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Hong Kong and China Equity Fund

Statement of Comprehensive Income FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Investment income			
Interest income on bank deposits		69	50
Change in unrealised gain/loss of financial assets at fair value through profit or loss		1,010,342,074	(864,976,155)
Realised gains on disposal of financial assets at fair value through profit or loss		<u>348,531,957</u>	<u>208,983,229</u>
Total income/(loss)		<u>1,358,874,100</u>	<u>(655,992,876)</u>
Expenses			
Investment management fee	5 (a)	19,062,096	17,766,372
Trustee and administration fees	5 (b)	25,651,002	23,830,122
Safe custody and bank charges		4,697	8,327
Sponsor fee	5 (c)	4,885,905	4,539,071
Auditor's remuneration		204,437	204,340
Legal and professional fees		37,513	98,564
Other expenses		<u>707,777</u>	<u>827,578</u>
Total expenses		<u>50,553,427</u>	<u>47,274,374</u>
Increase/(decrease) in net assets attributable to members		<u>1,308,320,673</u>	<u>(703,267,250)</u>

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme
- Hong Kong and China Equity Fund

Statement of Changes in Net Assets Attributable to Members
FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
Balance at the beginning of the year	4,025,520,680	4,702,466,209
Proceeds on subscription of units	1,587,841,167	1,214,254,786
Payments on redemption of units	(1,643,748,978)	(1,187,933,065)
	(55,907,811)	26,321,721
Increase/(decrease) in net assets attributable to members	1,308,320,673	(703,267,250)
Balance at the end of the year	5,277,933,542	4,025,520,680

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Hong Kong and China Equity Fund

Statement of Cash Flows

FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
Cash flows from operating activities		
Payments for purchase of investments	(1,597,052,554)	(1,199,997,666)
Proceeds from sale of investments	1,696,074,744	1,225,602,251
Interest received on bank deposits	69	50
Investment management fee paid	(18,613,426)	(17,971,407)
Trustee and administration fees paid	(25,036,543)	(24,102,911)
Sponsor fee paid	(4,768,866)	(4,591,030)
Operating expenses paid	(1,026,319)	(1,072,323)
Net cash from/(used in) operating activities	49,577,105	(22,133,036)
Cash flows from financing activities		
Proceeds on subscription of units	1,597,052,554	1,199,997,666
Payments on redemption of units	(1,644,672,201)	(1,181,441,517)
Net cash (used in)/from financing activities	(47,619,647)	18,556,149
Net increase/(decrease) in cash and cash equivalents	1,957,458	(3,576,887)
Cash and cash equivalents at the beginning of the year	4,146,757	7,723,644
Cash and cash equivalents at the end of the year	6,104,215	4,146,757
Analysis of balance of cash and cash equivalents		
Bank balances and deposits	6,104,215	4,146,757

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Asian Equity Fund

Statement of Net Assets AS AT 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Assets			
Current assets			
Financial assets at fair value through profit or loss	8, 14	1,744,000,486	1,071,611,509
Amounts receivable on sale of financial assets at fair value through profit or loss		5,748,477	3,154,494
Amounts receivable on fund switching		5,005,854	1,568,716
Bank balances and deposits		4,648,768	2,458,520
Total assets		1,759,403,585	1,078,793,239
Liabilities			
Current liabilities			
Amounts payable on redemption		5,046,268	883,581
Amounts payable on fund switching		4,081,961	3,460,133
Amounts payable on purchase of financial assets at fair value through profit or loss		5,005,854	1,568,716
Other payables		1,685,131	1,131,727
Liabilities (excluding net assets attributable to members)		15,819,214	7,044,157
Net assets attributable to members		1,743,584,371	1,071,749,082

For and on behalf of the Trustee
Bank Consortium Trust Company Limited


.....
Director


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Director

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Asian Equity Fund

Statement of Comprehensive Income FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Investment income			
Interest income on bank deposits		27	96
Change in unrealised gain/loss of financial assets at fair value through profit or loss		554,085,195	(269,579,316)
Realised gains on disposal of financial assets at fair value through profit or loss		<u>89,769,110</u>	<u>58,399,649</u>
Total income/(loss)		<u>643,854,332</u>	<u>(211,179,571)</u>
Expenses			
Investment management fee	5 (a)	5,717,693	5,085,242
Trustee and administration fees	5 (b)	7,690,861	6,813,456
Safe custody and bank charges		1,395	2,906
Sponsor fee	5 (c)	1,464,926	1,297,801
Auditor's remuneration		62,820	58,023
Legal and professional fees		11,427	28,499
Other expenses		<u>243,721</u>	<u>256,333</u>
Total expenses		<u>15,192,843</u>	<u>13,542,260</u>
Increase/(decrease) in net assets attributable to members		<u>628,661,489</u>	<u>(224,721,831)</u>

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Asian Equity Fund

Statement of Changes in Net Assets Attributable to Members FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
Balance at the beginning of the year	1,071,749,082	1,248,049,493
Proceeds on subscription of units	372,462,961	273,176,160
Payments on redemption of units	(329,289,161)	(224,754,740)
	43,173,800	48,421,420
Increase/(decrease) in net assets attributable to members	628,661,489	(224,721,831)
Balance at the end of the year	1,743,584,371	1,071,749,082

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Asian Equity Fund

Statement of Cash Flows FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
Cash flows from operating activities		
Payments for purchase of investments	(406,854,346)	(231,666,372)
Proceeds from sale of investments	379,162,829	180,474,859
Interest received on bank deposits	27	96
Investment management fee paid	(5,507,384)	(5,121,168)
Trustee and administration fees paid	(7,403,120)	(6,861,505)
Sponsor fee paid	(1,410,119)	(1,306,953)
Operating expenses paid	(318,816)	(313,558)
Net cash used in operating activities	(42,330,929)	(64,794,601)
Cash flows from financing activities		
Proceeds on subscription of units	369,025,823	273,465,914
Payments on redemption of units	(324,504,646)	(222,689,486)
Net cash from financing activities	44,521,177	50,776,428
Net increase/(decrease) in cash and cash equivalents	2,190,248	(14,018,173)
Cash and cash equivalents at the beginning of the year	2,458,520	16,476,693
Cash and cash equivalents at the end of the year	4,648,768	2,458,520
Analysis of balance of cash and cash equivalents		
Bank balances and deposits	4,648,768	2,458,520

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme
- Invesco Hang Seng Index Tracking Fund

Statement of Net Assets
AS AT 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Assets			
Current assets			
Financial assets at fair value through profit or loss	8	609,555,210	494,863,650
Amounts receivable on fund switching		7,400,016	8,517,271
Bank balances and deposits		<u>1,089,500</u>	<u>155,911</u>
Total assets		<u><u>618,044,726</u></u>	<u><u>503,536,832</u></u>
Liabilities			
Current liabilities			
Amounts payable on redemption		2,341,989	373,056
Amounts payable on fund switching		12,416,711	10,353,077
Amounts payable on purchase of financial assets at fair value through profit or loss		-	294,482
Other payables		<u>483,575</u>	<u>395,537</u>
Liabilities (excluding net assets attributable to members)		<u><u>15,242,275</u></u>	<u><u>11,416,152</u></u>
Net assets attributable to members		<u><u>602,802,451</u></u>	<u><u>492,120,680</u></u>

For and on behalf of the Trustee
Bank Consortium Trust Company Limited



Director



Director

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme
- Invesco Hang Seng Index Tracking Fund

Statement of Comprehensive Income
FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Investment income			
Dividend income		16,228,440	15,390,675
Interest income on bank deposits		14	12
Change in unrealised gain/loss of financial assets at fair value through profit or loss		104,246,399	(97,127,675)
Realised (losses)/gains on disposal of financial assets at fair value through profit or loss		(430,527)	1,941,502
Total income/(loss)		<u>120,044,326</u>	<u>(79,795,486)</u>
Expenses			
Investment management fee	5 (a)	1,885,841	1,579,658
Trustee and administration fees	5 (b)	1,723,498	1,444,717
Safe custody and bank charges		177,321	151,654
Transaction costs		107,144	90,377
Sponsor fee	5 (c)	552,632	462,385
Auditor's remuneration		22,908	20,434
Legal and professional fee		4,203	9,932
Other expenses		223,941	195,250
Total expenses		<u>4,697,488</u>	<u>3,954,407</u>
Change in fair value adjustments in respect of net assets attributable to members	4	-	(17,952)
Increase/(decrease) in net assets attributable to members		<u>115,346,838</u>	<u>(83,767,845)</u>

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme
- Invesco Hang Seng Index Tracking Fund

Statement of Changes in Net Assets Attributable to Members
FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
Balance at the beginning of the year	492,120,680	409,970,941
Proceeds on subscription of units	535,940,460	571,957,216
Payments on redemption of units	(540,605,527)	(406,039,632)
	(4,665,067)	165,917,584
Increase/(decrease) in net assets attributable to members	115,346,838	(83,767,845)
Balance at the end of the year	602,802,451	492,120,680

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme
- Invesco Hang Seng Index Tracking Fund

Statement of Cash Flows

FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
Cash flows from operating activities		
Payments for purchase of investments	(155,755,122)	(255,243,729)
Proceeds from sale of investments	144,584,952	73,080,200
Interest received on bank deposits	14	12
Dividends received	16,228,440	15,390,675
Investment management fee paid	(1,849,194)	(1,557,118)
Trustee and administration fees paid	(1,690,185)	(1,424,105)
Transaction costs paid	(107,144)	(90,377)
Sponsor fee paid	(541,803)	(455,786)
Operating expenses paid	(421,124)	(355,542)
Net cash from/(used in) operating activities	448,834	(170,655,770)
Cash flows from financing activities		
Proceeds on subscription of units	537,057,715	570,755,457
Payments on redemption of units	(536,572,960)	(400,538,329)
Net cash from financing activities	484,755	170,217,128
Net increase/(decrease) in cash and cash equivalents	933,589	(438,642)
Cash and cash equivalents at the beginning of the year	155,911	594,553
Cash and cash equivalents at the end of the year	1,089,500	155,911
Analysis of balance of cash and cash equivalents		
Bank balances and deposits	1,089,500	155,911

The accompanying notes form an integral part of these financial statements.

**Invesco Strategic MPF Scheme
- Age 65 Plus Fund**

Statement of Net Assets
AS AT 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Assets			
Current assets			
Financial assets at fair value through profit or loss	8	247,039,328	162,157,184
Amounts receivable on fund switching		8,517,745	1,091,517
Amounts receivable on sale of financial assets at fair value through profit or loss		3,318,552	1,406,916
Bank balances and deposits		14,010,180	1,119,717
Total assets		272,885,805	165,775,334
Liabilities			
Current liabilities			
Amounts payable on redemption		412,394	259,204
Amounts payable on fund switching		16,846,541	2,197,625
Amounts payable on purchase of financial assets at fair value through profit or loss		8,517,745	1,091,517
Other payables		164,463	104,432
Liabilities (excluding net assets attributable to members)		25,941,143	3,652,778
Net assets attributable to members (before the fair value adjustment)		246,944,662	162,122,556
Fair value adjustment in respect of net assets attributable to members	4	59,969	121,884
Net assets attributable to members (after the fair value adjustment)		247,004,631	162,244,440

For and on behalf of the Trustee
Bank Consortium Trust Company Limited

 Director	 Director
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The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Age 65 Plus Fund

Statement of Comprehensive Income FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Investment income			
Interest income on bank deposits		7	2
Change in unrealised gain/loss of financial assets at fair value through profit or loss		7,189,024	1,674,324
Realised gains on disposal of financial assets at fair value through profit or loss		10,094,293	2,833,011
Other income		-	15,437
Total income		<u>17,283,324</u>	<u>4,522,774</u>
Expenses			
Investment management fee	5 (a)	793,187	434,778
Trustee and administration fees	5 (b)	497,092	272,551
Safe custody and bank charges		175	160
Sponsor fee	5 (c)	223,989	122,911
Auditor's remuneration		9,580	5,203
Legal and professional fees		1,662	2,641
Other expenses		38,661	20,979
Total expenses		<u>1,564,346</u>	<u>859,223</u>
Change in fair value adjustments in respect of net assets attributable to members	4	<u>(61,915)</u>	<u>(62,085)</u>
Increase in net assets attributable to members		<u><u>15,657,063</u></u>	<u><u>3,601,466</u></u>

The accompanying notes form an integral part of these financial statements.

**Invesco Strategic MPF Scheme
- Age 65 Plus Fund**

**Statement of Changes in Net Assets Attributable to Members
FOR THE YEAR ENDED 31 MARCH 2021**

	2021 HK\$	2020 HK\$
Balance at the beginning of the year	162,244,440	82,757,447
Proceeds on subscription of units	238,506,301	141,670,164
Payments on redemption of units	(169,403,173)	(65,784,637)
	69,103,128	75,885,527
Increase in net assets attributable to members	15,657,063	3,601,466
Balance at the end of the year	247,004,631	162,244,440

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Age 65 Plus Fund

Statement of Cash Flows FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
Cash flows from operating activities		
Payments for purchase of investments	(231,080,073)	(140,779,723)
Proceeds from sale of investments	168,995,838	65,254,037
Interest received on bank deposits	7	2
Investment management fee paid	(765,193)	(410,802)
Trustee and administration fees paid	(479,568)	(257,521)
Sponsor fee paid	(216,118)	(116,133)
Operating expenses paid	(43,436)	(22,621)
Other income received	-	69,801
	(63,588,543)	(76,262,960)
Net cash used in operating activities	(63,588,543)	(76,262,960)
Cash flows from financing activities		
Proceeds on subscription of units	231,080,073	140,779,723
Payments on redemption of units	(154,601,067)	(63,492,429)
	76,479,006	77,287,294
Net cash from financing activities	76,479,006	77,287,294
Net increase in cash and cash equivalents	12,890,463	1,024,334
Cash and cash equivalents at the beginning of the year	1,119,717	95,383
Cash and cash equivalents at the end of the year	14,010,180	1,119,717
Analysis of balance of cash and cash equivalents		
Bank balances and deposits	14,010,180	1,119,717

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Core Accumulation Fund

Statement of Net Assets AS AT 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Assets			
Current assets			
Financial assets at fair value through profit or loss	8	895,574,086	528,519,926
Amounts receivable on sale of financial assets at fair value through profit or loss		4,104,956	3,794,890
Amounts receivable on fund switching		10,654,414	2,613,331
Bank balances and deposits		1,563,331	590,057
Total assets		911,896,787	535,518,204
Liabilities			
Current liabilities			
Amounts payable on redemption		873,365	331,624
Amounts payable on fund switching		4,794,949	4,053,312
Amounts payable on purchase of financial assets at fair value through profit or loss		10,654,414	2,613,331
Other payables		560,250	348,297
Liabilities (excluding net assets attributable to members)		16,882,978	7,346,564
Net assets attributable to members (before the fair value adjustment)		895,013,809	528,171,640
Fair value adjustment in respect of net assets attributable to members	4	59,075	118,311
Net assets attributable to members (after the fair value adjustment)		895,072,884	528,289,951

For and on behalf of the Trustee
Bank Consortium Trust Company Limited


.....
Director


.....
Director

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Core Accumulation Fund

Statement of Comprehensive Income FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 HK\$	2020 HK\$
Investment income			
Interest income on bank deposits		12	5
Change in unrealised gain/loss of financial assets at fair value through profit or loss		152,308,223	(37,251,637)
Realised gains on disposal of financial assets at fair value through profit or loss		<u>28,425,948</u>	<u>4,757,479</u>
Total income/(loss)		<u>180,734,183</u>	<u>(32,494,153)</u>
Expenses			
Investment management fee	5 (a)	2,561,922	1,645,672
Trustee and administration fees	5 (b)	1,605,039	1,031,022
Safe custody and bank charges		570	631
Sponsor fee	5 (c)	722,533	464,144
Auditor's remuneration		31,114	20,154
Legal and professional fees		5,448	10,242
Other expenses		<u>121,196</u>	<u>80,403</u>
Total expenses		<u>5,047,822</u>	<u>3,252,268</u>
Change in fair value adjustments in respect of net assets attributable to members	4	<u>(59,236)</u>	<u>(59,398)</u>
Increase/(decrease) in net assets attributable to members		<u>175,627,125</u>	<u>(35,805,819)</u>

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme
- Core Accumulation Fund

Statement of Changes in Net Assets Attributable to Members
FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
Balance at the beginning of the year	528,289,951	357,336,089
Proceeds on subscription of units	465,751,523	345,975,303
Payments on redemption of units	(274,595,715)	(139,215,622)
	191,155,808	206,759,681
Increase/(decrease) in net assets attributable to members	175,627,125	(35,805,819)
Balance at the end of the year	895,072,884	528,289,951

The accompanying notes form an integral part of these financial statements.

Invesco Strategic MPF Scheme - Core Accumulation Fund

Statement of Cash Flows

FOR THE YEAR ENDED 31 MARCH 2021

	2021 HK\$	2020 HK\$
Cash flows from operating activities		
Payments for purchase of investments	(457,710,439)	(344,808,754)
Proceeds from sale of investments	279,121,467	139,114,962
Interest received on bank deposits	12	5
Investment management fee paid	(2,459,257)	(1,592,331)
Trustee and administration fees paid	(1,540,720)	(997,613)
Sponsor fee paid	(693,579)	(449,116)
Operating expenses paid	(142,313)	(92,133)
	(183,424,829)	(208,824,980)
Net cash used in operating activities		
Cash flows from financing activities		
Proceeds on subscription of units	457,710,440	344,808,754
Payments on redemption of units	(273,312,337)	(136,013,448)
	184,398,103	208,795,306
Net cash from financing activities		
Net increase/(decrease) in cash and cash equivalents	973,274	(29,674)
Cash and cash equivalents at the beginning of the year	590,057	619,731
Cash and cash equivalents at the end of the year	1,563,331	590,057
Analysis of balance of cash and cash equivalents		
Bank balances and deposits	1,563,331	590,057

The accompanying notes form an integral part of these financial statements.

Notes to the Financial Statements

1 The Scheme

Invesco Strategic MPF Scheme (the “Scheme”) is established and governed by its Trust Deed dated 31 January 2000, as amended (the “Trust Deed”). The Scheme is registered under Section 21 of the Hong Kong Mandatory Provident Fund Schemes Ordinance (the “Ordinance”) and is required to comply with the Ordinance and the relevant regulations, guidelines and codes issued by the Mandatory Provident Fund Schemes Authority.

The financial information of the Scheme comprises (i) the Statement of Net Assets Available for Benefits as at 31 March 2021, and the Statement of Changes in Net Assets Available for Benefits and Statement of Cash Flows for the year ended 31 March 2021 of the Scheme on a standalone basis; and (ii) the Statement of Net Assets as at 31 March 2021, and the Statement of Comprehensive Income, Statement of Changes in Net Assets Attributable to Members/Statement of Changes in Equity and Statement of Cash Flows for the year ended 31 March 2021 of each of its constituent funds.

For the year ended 31 March 2021 and 2020, the Scheme invests in 12 constituent funds which managed by Invesco Hong Kong Limited (the “Investment Manager”) and the investment objectives of the constituent funds are as follows:

MPF Conservative Fund : To preserve capital with minimal risk.

Guaranteed Fund : To provide a competitive, long term, total rate of return, while also providing a minimum guaranteed return rate over the career of the member.

Global Bond Fund : To achieve steady growth over the long term through investments in global bonds.

RMB Bond Fund : To achieve steady growth over the long term by investing primarily into RMB denominated debt instruments and money market instruments issued or distributed outside mainland China.

Capital Stable Fund : To achieve capital preservation over the long term whilst seeking to enhance returns through limited exposure to global equities.

Balanced Fund : To achieve capital appreciation in excess of Hong Kong salary inflation over the long term.

Growth Fund : To achieve long-term capital appreciation through investments in global equities.

Hong Kong and China Equity Fund : To achieve long-term capital appreciation through investments in Hong Kong and China-related securities.

Asian Equity Fund : (With effect from 4 December 2020) To achieve long-term capital appreciation through investments in Asian (excluding Japanese) equities.
(Up to 3 December 2020) To achieve long-term capital appreciation through investments in Asian (excluding Hong Kong & Japanese) equities.

Invesco Hang Seng Index Tracking Fund : To achieve long-term capital growth by investing directly in the Tracker Fund of Hong Kong (“**TraHK**”)[^] with a view to providing investment results that closely corresponds to the performance of the Hang Seng Index of Hong Kong.

Age 65 Plus Fund : To achieve stable growth by investing in a globally diversified manner.

Core Accumulation Fund : To achieve capital growth by investing in a globally diversified manner.

[^]TraHK is an Index-Tracking Collective Investment Scheme approved by the MPFA (the “ITCIS”).

Notes to the Financial Statements (Continued)

2 Summary of significant accounting policies

The significant accounting policies adopted in the preparation of the financial statements of the Scheme and its constituent funds are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) Basis of preparation

The financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards (the "HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants (the "HKICPA"). The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities (including derivative financial instruments) at fair value through profit or loss.

The preparation of financial statements in conformity with HKFRSs requires the use of certain critical accounting estimates. It also requires the Investment Manager and the Trustee to exercise their judgement in the process of applying the accounting policies of the Scheme and its constituent funds. The areas involving higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 3.

Standards and amendments to existing standards effective for the financial year beginning 1 April 2020

There are no standards, interpretations or amendments to existing standards that are effective for the first time for the financial year beginning 1 April 2020 that would be expected to have a material impact on the Scheme and its constituent funds.

New standards, amendments and interpretations effective after financial year beginning 1 April 2020 and have not been early adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 April 2020, and have not been adopted in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Scheme and its constituent funds.

(b) Income

Dividend income is recognised on the ex-dividend date with the corresponding foreign withholding taxes recorded as a taxation charge.

Interest income is recognised on a time proportion basis using the effective interest method.

Other income is accounted for on an accruals basis.

(c) Expenses

Expenses are accounted for on an accruals basis. Expenses incurred specifically by any class of units are charged directly to that class. Any common expenses are apportioned to each class in proportion to the respective net asset values.

(d) Contributions

Contributions are accounted for on an accruals basis.

Notes to the Financial Statements (Continued)

2 Summary of significant accounting policies (Continued)

(e) Benefits

Benefits are accounted for on an accruals basis.

(f) Transfers in

Transfers in amounts are recognised when the right to receive payment is established.

(g) Transfers out

Transfers out amounts are accounted for when the obligation to make payment is established.

(h) Forfeitures

Subject to the provisions of the Participation Agreement with each employer, Scheme members, who have been employed for less than a certain period of time, may only receive a proportion of the employers' voluntary contributions upon termination of employment. The remaining portion of the employers' voluntary contributions will generally be used to offset future contributions by the employers or returned to the employers.

(i) Financial assets and financial liabilities at fair value through profit or loss

(i) Classification

The Scheme and its constituent funds classify their investments based on both the Scheme and its constituent funds' business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Scheme and its constituent funds are primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The Scheme and its constituent funds have not taken the option to irrevocably designate any equity securities as fair value through other comprehensive income. The contractual cash flows of the Scheme and its constituent funds' debt securities are solely principal and interest, however, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Scheme and its constituent funds' business model's objective. Consequently, all investments are measured at fair value through profit or loss.

Derivative contracts that have a negative fair value are presented as liabilities of fair value through profit or loss.

As such, the Scheme and its constituent funds classify all of their investment portfolio as financial assets or liabilities as fair value through profit or loss.

The constituent funds' policy is for the Investment Manager to evaluate the information about these financial assets and financial liabilities on a fair value basis together with other related financial information.

Notes to the Financial Statements (Continued)

2 Summary of significant accounting policies (Continued)

(i) Financial assets and financial liabilities at fair value through profit or loss (Continued)

(ii) Recognition/derecognition

Purchases and sales of investments are accounted for on the trade date basis. Investments are initially recognised at fair value, excluding transaction costs which are expensed as incurred, and are subsequently re-measured at fair value.

Investments are derecognised when the rights to receive cash flows from the investments have expired or the Scheme and its constituent funds have transferred substantially all risks and rewards of ownership.

(iii) Measurement

Financial assets and financial liabilities at fair value through profit or loss are initially recognised at fair value. Transaction costs are expensed as incurred. Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the financial assets or financial liabilities at fair value through profit or loss are recognised in the Statement of Changes in Net Assets Available for Benefits of the Scheme and the Statement of Comprehensive Income of the constituent funds in the year in which they arise.

(iv) Fair value estimation

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and trading securities) are based on quoted market prices at the close of trading on the reporting date. The Scheme and its constituent funds adopted HKFRS 13 and utilised the last traded market price for both financial assets and financial liabilities where the last traded price falls within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Investment Manager and the Trustee will determine the point within the bid-ask spread that is most representative of fair value.

Securities which are not listed on an exchange or are thinly traded are valued by using quotes from brokers. Investments in approved pooled investment funds are valued at their respective closing net asset value per unit as provided by the fund administrator.

In the absence of quoted values or brokers' representative prices, securities are valued using appropriate valuation techniques as reasonably determined by the Investment Manager and the Trustee.

Notes to the Financial Statements (Continued)

2 Summary of significant accounting policies (Continued)

(i) Financial assets and financial liabilities at fair value through profit or loss (Continued)

(v) Structured entities

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to administrative tasks only and the relevant activities are directed by means of contractual arrangements. A structured entity often has some or all of the following features or attributes; (a) restricted activities, (b) a narrow and well-defined objective, such as to provide investment opportunities for investors by passing on risks and rewards associated with the assets of the structured entity to investors, (c) insufficient equity to permit the structured entity to finance its activities without subordinated financial support and (d) financing in the form of multiple contractually linked instruments to investors that create concentrations of credit or other risks (tranches).

The Scheme and its constituent funds consider all of their investments in the underlying funds to be investment in unconsolidated structured entities. The Scheme and its constituent funds invest in the underlying funds whose objectives range from preserve capital to long term capital appreciation and whose investment strategy does not include the use of leverage. The underlying funds are managed by related and unrelated asset managers and apply various investment strategies to accomplish their respective investment objectives. The underlying funds finance their operations by issuing redeemable shares which are puttable at the holder's option and entitles the holder to a proportional stake in the respective fund's net assets. The Scheme and its constituent funds hold redeemable shares in each of its underlying funds.

The change in fair value of each underlying fund is included in the Statement of Comprehensive Income in "change in unrealised gain/loss of financial assets at fair value through profit or loss".

(vi) Transfers between levels of the fair value hierarchy

Transfers between levels of the fair value hierarchy are deemed to have occurred at the beginning of the reporting period.

(j) Proceeds and payments on subscription and redemption of units

Proceeds and payments for units subscribed and redeemed are shown as movements in the Statements of Changes in Net Assets Attributable to Members/Statement of Changes in Equity of the respective constituent funds.

The net asset value of the constituent funds is computed on each business day. Prices for subscriptions and redemptions are based on the closing valuation of the relevant business day.

(k) Translation of foreign currencies

(i) Functional and presentation currency

Items included in the financial statements of the Scheme and its constituent funds are measured using the currency of the primary economic environment in which the Scheme and its constituent funds operate (the "functional currency"). This is the Hong Kong dollar.

The Scheme and its constituent funds have adopted the Hong Kong dollar as their presentation currency.

Notes to the Financial Statements (Continued)

2 Summary of significant accounting policies (Continued)

(k) Translation of foreign currencies (Continued)

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign currency assets and liabilities are translated into the functional currency using the exchange rate prevailing at the year end date. Foreign exchange gains and losses arising from translation are included in the Statement of Changes in Net Assets Available for Benefits for the Scheme and the Statement of Comprehensive Income for the constituent funds.

Foreign exchange gains and losses relating to cash and cash equivalents are presented in the Statement of Changes in Net Assets Available for Benefits for the Scheme and the Statement of Comprehensive Income for the constituent funds within "Exchange gains/(losses)".

Foreign exchange gains and losses relating to the financial assets and liabilities carried at fair value through profit or loss are presented in the Statement of Changes in Net Assets Available for Benefits for the Scheme and the Statement of Comprehensive Income for the constituent funds within "Change in unrealised gain/loss of financial assets at fair value through profit or loss" and "Realised gains/(losses) on disposal of financial assets at fair value through profit or loss".

(l) Cash and cash equivalents

Cash and cash equivalents comprise bank balances and deposits with a maturity of three months or less from the date of placement net of bank overdrafts, if any.

(m) Amounts receivable on sale of financial assets at fair value through profit or loss/payable on purchase of financial assets at fair value through profit or loss

Amounts receivable on sale of financial assets at fair value through profit or loss/payable on purchase of financial assets at fair value through profit or loss represent receivables for investments sold and payables for investments purchased that have been contracted for but not yet settled or delivered by the end of the year respectively.

Notes to the Financial Statements (Continued)

2 Summary of significant accounting policies (Continued)

(n) Accounts receivables

Accounts receivables are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Scheme and its constituent funds shall measure the loss allowance on amounts due from counterparties at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Scheme and its constituent funds shall measure the loss allowance at an amount equal to 12-month expected credit losses.

Significant financial difficulties of the counterparties, probability that the counterparties will enter bankruptcy or financial reorganisation, and default in payments are all considered as indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due. Any contractual payment which is more than 90 days past due is considered credit impaired.

Accounts receivables are classified as current assets if the collections of receivables are expected in one year or less. If not, they are presented as non-current assets.

(o) Accounts payable and accruals

Accounts payable and accruals are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method. Accounts payables are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities.

(p) Formation expenses

Formation expenses are recognised as expenses in the period in which they arise. Refer to note 4.

(q) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the Statement of Net Assets Available for Benefits for the Scheme and Statement of Net Assets for the constituent funds when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously.

(r) Redeemable units

The constituent funds issue redeemable units, which are redeemable at the member's option represents puttable financial instruments of the constituent funds. The puttable financial instruments are classified as equity in accordance with HKAS 32 (Amendment), "Financial Instruments: Presentation" as those puttable financial instruments meet all the following criteria:

- the puttable instruments entitle the holder to a pro-rata share of net assets;
- the puttable instruments are the most subordinated unit in issue and unit features are identical;
- there are no contractual obligations to deliver cash or another financial asset; and
- the total expected cash flows from the puttable instrument over its life are based substantially on the profit or loss of these constituent funds.

Notes to the Financial Statements (Continued)

2 Summary of significant accounting policies (Continued)

(r) Redeemable units (Continued)

For MPF Conservative Fund, Global Bond Fund, RMB Bond Fund, Capital Stable Fund, Balanced Fund, Growth Fund, Hong Kong and China Equity Fund, Asian Equity Fund, Invesco Hang Seng Index Tracking Fund, Age 65 Plus Fund and Core Accumulation Fund, these constituent funds issue two classes of redeemable units, which are redeemable at the members' option and do not have identical rights and they are classified as financial liabilities.

Guaranteed Fund issues one class of redeemable units, which are redeemable at the members' option and are classified as equity.

Redeemable units can be put back to the constituent funds at any time for cash equal to a proportionate share of each constituent fund's net asset value attributable to members in accordance with the Scheme's Trust Deed and Brochure.

Redeemable units are issued or redeemed at the members' option at prices based on the respective constituent funds' net asset value per unit as at the close of business on the relevant dealing day. The net asset value per unit of the respective constituent funds is calculated by dividing the net assets attributable to members with the total number of outstanding units of the respective constituent funds.

3 Critical accounting estimates and judgements

(a) Critical accounting estimates and assumptions

The Trustee makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. Estimates are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are outlined below.

Fair value of financial assets at fair value through profit or loss not quoted in an active market

MPF Conservative Fund holds a number of unlisted money market instruments that are valued by reference to broker quotes. In determining the fair value of such investments, the Trustee exercises judgements and estimates on the sources of brokers and the quantity and quality of quotes used. Such quotes adopted to fair value the investments may be indicative and not executable or legally binding. As such, broker quotes do not necessarily indicate the price at which the security could actually be traded at as of the year end date. Actual transacted prices may differ from the quotes provided by the brokers. The Trustee considers that in the absence of any other reliable market sources, the broker quotes available to them reflect the best estimate of fair value.

(b) Critical judgements

Functional currency

The Trustee considers Hong Kong Dollar the currency that most faithfully represents the economic effect of the underlying transactions, events and conditions. The Hong Kong Dollar is the currency in which the Scheme and its constituent funds measure its performance and report its results, as well as the currency in which the Scheme and its constituent funds receive contributions and subscriptions from the members.

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

4 Number of units in issue and net assets attributable to members per unit

The net assets attributable to members per unit are calculated by dividing the net assets attributable to members by the number of units in issue at the year end. The movement of the number of units in issue during the year and the net assets attributable to members per unit as at year end are as follows:

MPF Conservative Fund

Number of units in issue	2021 units	2020 units
Units - Class A		
Units outstanding at the beginning of the year	120,812,460.47529	122,226,912.02683
Units subscribed	78,807,596.44000	61,195,641.40595
Units redeemed	<u>(73,534,001.09058)</u>	<u>(62,610,092.95749)</u>
Units outstanding at the end of the year	<u>126,086,055.82471</u>	<u>120,812,460.47529</u>
Units - Class H		
Units outstanding at the beginning of the year	104,550,604.67741	98,240,746.54094
Units subscribed	81,683,122.63873	56,229,489.56489
Units redeemed	<u>(72,680,224.49380)</u>	<u>(49,919,631.42842)</u>
Units outstanding at the end of the year	<u>113,553,502.82234</u>	<u>104,550,604.67741</u>
Net asset value per unit		
	HK\$	HK\$
Class A	12.0107	11.9585
Class H	12.0083	11.9560

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

4 Number of units in issue and net assets attributable to members per unit (Continued)

Guaranteed Fund

Number of units in issue	2021 units	2020 units
Units - Class G		
Units outstanding at the beginning of the year	89,906,411.28721	85,551,213.62263
Units subscribed	15,382,242.65481	15,431,994.94751
Units redeemed	<u>(16,581,642.14183)</u>	<u>(11,076,797.28293)</u>
Units outstanding at the end of the year	<u>88,707,011.80019</u>	<u>89,906,411.28721</u>
Net asset value per unit	HK\$	HK\$
Class G	13.2747	12.2669

Global Bond Fund

Number of units in issue	2021 units	2020 units
Units - Class A		
Units outstanding at the beginning of the year	39,653,488.66407	34,742,892.94115
Units subscribed	17,297,708.08557	18,213,973.42248
Units redeemed	<u>(15,952,896.52440)</u>	<u>(13,303,377.69956)</u>
Units outstanding at the end of the year	<u>40,998,300.22524</u>	<u>39,653,488.66407</u>
Units - Class H		
Units outstanding at the beginning of the year	36,144,524.39812	31,709,053.11381
Units subscribed	17,465,328.72564	14,792,325.40721
Units redeemed	<u>(15,504,192.10831)</u>	<u>(10,356,854.12290)</u>
Units outstanding at the end of the year	<u>38,105,661.01545</u>	<u>36,144,524.39812</u>
Net asset value per unit	HK\$	HK\$
Class A	16.2269	15.5496
Class H	16.6090	15.8963

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

4 Number of units in issue and net assets attributable to members per unit (Continued)

RMB Bond Fund

Number of units in issue	2021 units	2020 units
Units - Class A		
Units outstanding at the beginning of the year	14,288,085.91698	13,446,335.52402
Units subscribed	8,386,228.80682	7,365,994.75366
Units redeemed	<u>(6,167,536.70087)</u>	<u>(6,524,244.36070)</u>
Units outstanding at the end of the year	<u>16,506,778.02293</u>	<u>14,288,085.91698</u>
Units - Class H		
Units outstanding at the beginning of the year	13,083,145.35995	12,488,643.34274
Units subscribed	8,406,156.27992	4,659,515.87306
Units redeemed	<u>(5,835,027.11723)</u>	<u>(4,065,013.85585)</u>
Units outstanding at the end of the year	<u>15,654,274.52264</u>	<u>13,083,145.35995</u>
Net asset value per unit		
Class A	10.2457	9.5917
Class H	10.3465	9.6744

Capital Stable Fund

Number of units in issue	2021 Units	2020 Units
Units - Class A		
Units outstanding at the beginning of the year	57,484,929.48779	57,011,229.03904
Units subscribed	8,514,453.29848	8,661,906.25120
Units redeemed	<u>(10,901,106.02376)</u>	<u>(8,188,205.80245)</u>
Units outstanding at the end of the year	<u>55,098,276.76251</u>	<u>57,484,929.48779</u>
Units - Class H		
Units outstanding at the beginning of the year	30,608,952.16165	30,576,682.33273
Units subscribed	7,114,268.11436	6,165,377.47420
Units redeemed	<u>(6,272,036.63081)</u>	<u>(6,133,107.64528)</u>
Units outstanding at the end of the year	<u>31,451,183.64520</u>	<u>30,608,952.16165</u>
Net asset value per unit		
Class A	22.7602	19.6429
Class H	23.5638	20.3122

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

4 Number of units in issue and net assets attributable to members per unit (Continued)

Balanced Fund

Number of units in issue	2021 units	2020 units
Units - Class A		
Units outstanding at the beginning of the year	74,646,818.49088	74,615,112.61506
Units subscribed	8,020,638.31621	10,298,383.05370
Units redeemed	<u>(12,792,171.92046)</u>	<u>(10,266,677.17788)</u>
Units outstanding at the end of the year	<u>69,875,284.88663</u>	<u>74,646,818.49088</u>
Units - Class H		
Units outstanding at the beginning of the year	48,098,650.79414	48,067,050.96903
Units subscribed	8,073,002.37440	7,480,944.02536
Units redeemed	<u>(8,863,145.61075)</u>	<u>(7,449,344.20025)</u>
Units outstanding at the end of the year	<u>47,308,507.55779</u>	<u>48,098,650.79414</u>
Net asset value per unit		
Class A	HK\$ 26.2278	HK\$ 19.7327
Class H	27.6911	20.8080

Growth Fund

Number of units in issue	2021 Units	2020 units
Units - Class A		
Units outstanding at the beginning of the year	115,742,581.40845	117,011,970.48259
Units subscribed	14,471,469.41723	16,276,726.87767
Units redeemed	<u>(20,801,407.71025)</u>	<u>(17,546,115.95181)</u>
Units outstanding at the end of the year	<u>109,412,643.11543</u>	<u>115,742,581.40845</u>
Units - Class H		
Units outstanding at the beginning of the year	81,576,752.39478	79,593,138.02360
Units subscribed	15,341,699.16941	13,361,488.35150
Units redeemed	<u>(14,526,318.93405)</u>	<u>(11,377,873.98032)</u>
Units outstanding at the end of the year	<u>82,392,132.63014</u>	<u>81,576,752.39478</u>
Net asset value per unit		
Class A	HK\$ 28.7037	HK\$ 19.6201
Class H	29.7599	20.3172

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

4 Number of units in issue and net assets attributable to members per unit (Continued)

Hong Kong and China Equity Fund

Number of units in issue	2021 units	2020 units
Units - Class A		
Units outstanding at the beginning of the year	51,733,889.01178	51,668,791.06087
Units subscribed	14,971,478.12616	14,190,457.38383
Units redeemed	<u>(17,295,333.19373)</u>	<u>(14,125,359.43292)</u>
Units outstanding at the end of the year	<u>49,410,033.94421</u>	<u>51,733,889.01178</u>
Units - Class H		
Units outstanding at the beginning of the year	49,825,949.85704	49,270,414.04982
Units subscribed	17,599,018.65520	13,156,263.09931
Units redeemed	<u>(16,496,504.64130)</u>	<u>(12,600,727.29209)</u>
Units outstanding at the end of the year	<u>50,928,463.87094</u>	<u>49,825,949.85704</u>
Net asset value per unit		
Class A	HK\$ 52.7826	HK\$ 39.7927
Class H	HK\$ 52.4254	HK\$ 39.4752

Asian Equity Fund

Number of units in issue	2021 units	2020 units
Units - Class A		
Units outstanding at the beginning of the year	58,674,614.58724	56,421,456.29963
Units subscribed	12,827,565.35351	13,416,027.10933
Units redeemed	<u>(14,645,473.11984)</u>	<u>(11,162,868.82172)</u>
Units outstanding at the end of the year	<u>56,856,706.82091</u>	<u>58,674,614.58724</u>
Units - Class H		
Units outstanding at the beginning of the year	55,062,223.23468	53,375,451.16136
Units subscribed	15,422,158.82697	10,256,864.98902
Units redeemed	<u>(10,819,570.72104)</u>	<u>(8,570,092.91570)</u>
Units outstanding at the end of the year	<u>59,664,811.34061</u>	<u>55,062,223.23468</u>
Net asset value per unit		
Class A	HK\$ 15.0305	HK\$ 9.4675
Class H	HK\$ 14.8999	HK\$ 9.3757

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

4 Number of units in issue and net assets attributable to members per unit (Continued)

Invesco Hang Seng Index Tracking Fund

Number of units in issue	2021 units	2020 units
Units - Class A		
Units outstanding at the beginning of the year	26,092,002.93285	18,324,686.22130
Units subscribed	21,048,858.31511	26,102,805.65426
Units redeemed	<u>(22,310,643.41178)</u>	<u>(18,335,488.94271)</u>
Units outstanding at the end of the year	<u>24,830,217.83618</u>	<u>26,092,002.93285</u>
Units - Class H		
Units outstanding at the beginning of the year	19,015,362.72199	13,044,479.05437
Units subscribed	22,980,566.43152	20,471,127.29831
Units redeemed	<u>(21,747,238.25578)</u>	<u>(14,500,243.63069)</u>
Units outstanding at the end of the year	<u>20,248,690.89773</u>	<u>19,015,362.72199</u>
Net asset value per unit		
	HK\$	HK\$
Class A	13.3527	10.8974
Class H	13.3961	10.9272

Age 65 Plus Fund

Number of units in issue	2021 units	2020 units
Units - Class A		
Units outstanding at the beginning of the year	9,773,635.46954	6,032,242.84492
Units subscribed	13,720,953.39125	7,688,787.41818
Units redeemed	<u>(9,146,949.88085)</u>	<u>(3,947,394.79356)</u>
Units outstanding at the end of the year	<u>14,347,638.97994</u>	<u>9,773,635.46954</u>
Units - Class H		
Units outstanding at the beginning of the year	5,014,679.91246	1,836,661.68749
Units subscribed	6,602,542.08979	5,228,368.83055
Units redeemed	<u>(5,211,484.53814)</u>	<u>(2,050,350.60558)</u>
Units outstanding at the end of the year	<u>6,405,737.46411</u>	<u>5,014,679.91246</u>
Net asset value per unit		
	HK\$	HK\$
Class A	11.9019	10.9711
Class H	11.9019	10.9711

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

4 Number of units in issue and net assets attributable to members per unit (Continued)

Core Accumulation Fund

Number of units in issue	2021 units	2020 units
Units - Class A		
Units outstanding at the beginning of the year	30,556,181.90290	18,416,034.90691
Units subscribed	23,519,753.08486	19,441,494.13543
Units redeemed	<u>(13,714,521.90466)</u>	<u>(7,301,347.13944)</u>
Units outstanding at the end of the year	<u>40,361,413.08310</u>	<u>30,556,181.90290</u>
Units - Class H		
Units outstanding at the beginning of the year	19,723,806.15127	14,026,229.58815
Units subscribed	13,827,645.32383	10,779,232.14927
Units redeemed	<u>(8,186,802.51239)</u>	<u>(5,081,655.58615)</u>
Units outstanding at the end of the year	<u>25,364,648.96271</u>	<u>19,723,806.15127</u>
Net asset value per unit		
	HK\$	HK\$
Class A	13.6182	10.5070
Class H	13.6182	10.5070

The constituent funds' objectives and policies for managing their obligations to redeem these puttable financial instruments are included in note 13 on capital risk management and note 12(d) on liquidity risk.

- (a) In accordance with the provisions of the Scheme's Trust Deed and Brochure, listed investments and investments with prices quoted in over the counter markets or by market makers are stated at the last traded price on the valuation day for the purpose of determining net asset value per unit for subscriptions and redemptions and for various fee calculation. The Scheme and its constituent funds have adopted HKFRS 13 and measured listed financial assets and liabilities at last traded prices.

In accordance with the provisions of the Scheme's Trust Deed and Brochure, the formation expenses (including legal, accounting, and other professional fees and expenses) or costs incidental to the establishment of the constituent fund will be paid out from the assets of the constituent fund and amortised over the first five financial years. However, for the purpose of financial statements preparation in compliance with HKFRSs, the accounting policy of the constituent fund is to expense formation expenses of the constituent fund in the Statement of Comprehensive Income as incurred as referred to note 2(p). As at 31 March 2021, the difference between the net assets attributable to members as prescribed by HKFRSs and the methodology indicated in the Scheme's Trust Deed and Brochure results in a decrease in net assets attributable to members of Age 65 Plus Fund by HK\$59,969 and Core Accumulation Fund by HK\$59,075, amounting HK\$119,044 in total (2020: Age 65 Plus Fund by HK\$121,884 and Core Accumulation Fund by HK\$118,311, amounting HK\$240,195 in total).

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

4 Number of units in issue and net assets attributable to members per unit (Continued)

- (a) For the year ended 31 March 2021 and 2020, the difference in valuation inputs and formation expenses of the following constituent funds are as follows:

Fund Name	Adjustment for difference in formation expenses as at 31 March 2021 HK\$	Change in adjustment for difference in formation expenses for the year ended 31 March 2021 HK\$
MPF Conservative Fund	-	-
Guaranteed Fund	-	-
Global Bond Fund	-	-
RMB Bond Fund	-	-
Capital Stable Fund	-	-
Balanced Fund	-	-
Growth Fund	-	-
Hong Kong and China Equity Fund	-	-
Asian Equity Fund	-	-
Invesco Hang Seng Index Tracking Fund	-	-
Age 65 Plus Fund	59,969	(61,915)
Core Accumulation Fund	59,075	(59,236)

Fund Name	Adjustment for difference in formation expenses as at 31 March 2020 HK\$	Change in adjustment for difference in formation expenses for the year ended 31 March 2020 HK\$
MPF Conservative Fund	-	-
Guaranteed Fund	-	-
Global Bond Fund	-	-
RMB Bond Fund	-	-
Capital Stable Fund	-	-
Balanced Fund	-	-
Growth Fund	-	-
Hong Kong and China Equity Fund	-	-
Asian Equity Fund	-	-
Invesco Hang Seng Index Tracking Fund	-	(17,952)
Age 65 Plus Fund	121,884	(62,085)
Core Accumulation Fund	118,311	(59,398)

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

5 Fees

(a) Investment management fee

The Investment Manager, Invesco Hong Kong Limited, has received a fee calculated and accrued daily based on the daily net asset value of the respective constituent funds at an annual rate as follows for the year ended 31 March 2021 and 31 March 2020:

Fund Name	Unit Class	Management Fee (per annum)
MPF Conservative Fund	A	0.20%
	H	0.20%
Guaranteed Fund	G	0.80%
	A	0.45%
Global Bond Fund	H	0.33%
	A	0.45%
RMB Bond Fund	H	0.33%
	A	0.45%
Capital Stable Fund	H	0.33%
	A	0.45%
Balanced Fund	H	0.33%
	A	0.45%
Growth Fund	H	0.33%
	A	0.45%
Hong Kong and China Equity Fund	H	0.33%
	A	0.45%
Asian Equity Fund	H	0.33%
	A	0.45%
Invesco Hang Seng Index tracking Fund	H	0.33%
	A	0.35%
Age 65 Plus Fund	H	0.35%
	A	0.35%
Core Accumulation Fund	H	0.35%
	A	0.35%

(b) Trustee and administration fees

The Trustee, Bank Consortium Trust Company Limited, is entitled to receive trustee and administration fees based on the daily net asset value of the respective constituent funds at an annual rate as follows for the year ended 31 March 2021 and 31 March 2020:

Fund Name	Unit Class	Trustee and Administration Fees (per annum)
MPF Conservative Fund	A	0.363%
	H	0.363%
Guaranteed Fund	G	0.525%
	A	0.525%
Global Bond Fund	H	0.525%
	A	0.525%
RMB Bond Fund	H	0.525%
	A	0.525%
Capital Stable Fund	H	0.525%
	A	0.525%

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

5 Fees (Continued)

(b) Trustee and administration fees (Continued)

Fund Name	Unit Class	Trustee and Administration Fees (per annum)
Balanced Fund	A	0.525%
	H	0.525%
Growth Fund	A	0.525%
	H	0.525%
Hong Kong and China Equity Fund	A	0.525%
	H	0.525%
Asian Equity Fund	A	0.525%
	H	0.525%
Invesco Hang Seng Index Tracking Fund	A	0.325%
	H	0.295%
Age 65 Plus Fund	A	0.220%
	H	0.220%
Core Accumulation Fund	A	0.220%
	H	0.220%

(c) Aggregate management fees

The level of aggregate management fees (being the fees payable to the Sponsor, the Investment Manager, the Trustee and the manager, trustee and administrator of each underlying approved pooled investment fund in which the relevant constituent funds invest) is as follows:

Fund Name	Unit Class A (per annum)	Unit Class G (per annum)	Unit Class H (per annum)
MPF Conservative Fund	0.663%	-	0.663%
Guaranteed Fund	-	1.425%	-
Global Bond Fund	1.175%	-	1.055%
RMB Bond Fund	1.175%	-	1.055%
Capital Stable Fund	1.175%	-	1.055%
Balanced Fund	1.175%	-	1.055%
Growth Fund	1.175%	-	1.055%
Hong Kong and China Equity Fund	1.175%	-	1.055%
Asian Equity Fund	1.175%	-	1.055%
Invesco Hang Seng Index Tracking Fund	0.775%	-	0.725%
Age 65 Plus Fund	0.750%	-	0.750%
Core Accumulation Fund	0.750%	-	0.750%

The Sponsor is entitled to receive a fee equal to 0.10% p.a. of the net asset value of each constituent fund. Such fee forms part of the aggregate management fees as explained above.

Notes to the Financial Statements (Continued)

6 Contributions

Mandatory contributions by each of the employers and employees are equal to 5% of the employees' relevant income up to HK\$30,000 per month (2020: HK\$30,000 per month), but in respect of employees earning less than HK\$7,100 per month (2020: HK\$7,100 per month), the employees' mandatory contribution is nil (2020: nil).

Self-employed persons must contribute 5% of their relevant income subject to a maximum contribution of HK\$1,500 per month (2020: HK\$1,500 per month) to the Scheme unless their relevant income is less than HK\$7,100 per month (2020: HK\$7,100 per month).

Any contributions made to the Scheme by the employers or members in excess of their mandatory contributions are deemed as voluntary contributions (including tax deductible voluntary contributions effective from 1 April 2019). The maximum tax deductible limit per year of assessment for tax deductible voluntary contributions in the year of assessment 2020/2021 is HK\$60,000 (2019/2020: HK\$60,000).

7 Benefits

Members will become entitled to benefits in respect of mandatory contributions and tax deductible voluntary contributions (effective from 1 April 2019) to the Scheme in the circumstances set out in the Ordinance. Currently, these circumstances include where the members (i) reach the age of 65; (ii) permanently cease employment after reaching the age of 60; (iii) become totally incapacitated; (iv) permanently depart from Hong Kong; (v) die; (vi) get terminal illness or (vii) have the right to claim a small balance pursuant to the Ordinance. Once members reach the age of 65, members can choose any one of the following ways to manage their MPF benefits: 1) withdraw their MPF benefits by instalments; 2) withdraw all their MPF benefits in a lump sum; 3) retain all the MPF benefits in their account for continuous investment.

Members reach the age of 60 and decide to withdraw their MPF benefits on the ground of early retirement, members can also choose to withdraw their MPF benefits either by instalments or in a lump sum.

Members will become entitled to benefits in respect of voluntary contributions to the Scheme in circumstances set out in the Trust Deed and the relevant participation agreement.

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

8 Financial assets and financial liabilities at fair value through profit or loss

<u>The Scheme</u>	2021 HK\$	2020 HK\$
Designated at fair value through profit or loss:		
Investments in constituent funds		
MPF Conservative Fund	2,877,967,295	2,694,746,945
Guaranteed Fund	1,177,556,634	1,102,869,565
Global Bond Fund	1,298,168,935	1,191,159,174
RMB Bond Fund	331,090,093	263,618,000
Capital Stable Fund	1,995,155,747	1,750,905,978
Balanced Fund	3,142,698,726	2,473,821,263
Growth Fund	5,592,525,700	3,928,290,515
Hong Kong and China Equity Fund	5,277,933,542	4,025,520,680
Asian Equity Fund	1,743,584,371	1,071,749,082
Invesco Hang Seng Index Tracking Fund	602,802,451	492,120,680
Age 65 Plus Fund	247,004,631	162,244,440
Core Accumulation Fund	895,072,884	528,289,951
	-----	-----
Total financial assets at fair value through profit or loss		
(cost: HK\$17,564,749,765; 2020: HK\$16,911,953,998)	<u>25,181,561,009</u>	<u>19,685,336,273</u>

<u>Constituent Funds</u>	2021 HK\$	2020 HK\$
MPF Conservative Fund		
Designated at fair value through profit or loss:		
Investments in money market instruments/fixed deposits	<u>1,755,068,944</u>	<u>1,824,364,328</u>
Total financial assets at fair value through profit or loss		
(cost: HK\$1,754,586,627; 2020: HK\$1,822,297,059)	<u>1,755,068,944</u>	<u>1,824,364,328</u>

As at 31 March 2021 and 2020, no investment with fair value exceeds 5% of the net assets of MPF Conservative Fund.

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

8 Financial assets and financial liabilities at fair value through profit or loss (Continued)

<u>Constituent Funds</u> (Continued)	2021 HK\$	2020 HK\$
Guaranteed Fund		
Designated at fair value through profit or loss:		
Principal Guaranteed Umbrella Fund - Principal Long Term Guaranteed Fund (Note i)	1,179,180,210	1,104,365,287
Total financial assets at fair value through profit or loss (cost: HK\$987,556,644; 2020: HK\$982,624,527)	<u>1,179,180,210</u>	<u>1,104,365,287</u>
Global Bond Fund		
Designated at fair value through profit or loss:		
Invesco Pooled Investment Fund - MPF Bond Fund - Class B (Note ii)	1,298,067,158	1,190,988,375
Total financial assets at fair value through profit or loss (cost: HK\$1,148,021,829; 2020: HK\$1,029,853,413)	<u>1,298,067,158</u>	<u>1,190,988,375</u>
RMB Bond Fund		
Designated at fair value through profit or loss:		
Invesco Pooled Investment Fund - RMB Bond Fund - Class B (Note iii)	330,402,504	262,927,429
Derivatives - forward foreign exchange contracts (refer to Note 14)	1,004,500	951,835
Total financial assets at fair value through profit or loss (cost: HK\$305,058,656; 2020: HK\$260,613,127)	<u>331,407,004</u>	<u>263,879,264</u>

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

8 Financial assets and financial liabilities at fair value through profit or loss (Continued)

<u>Constituent Funds</u> (Continued)	2021 HK\$	2020 HK\$
Capital Stable Fund		
Designated at fair value through profit or loss:		
Invesco Pooled Investment Fund-Global Equities Fund-Class B (Note iv)	649,977,187	462,262,592
Invesco Pooled Investment Fund-MPF Bond Fund-Class B (Note ii)	<u>1,326,875,351</u>	<u>1,289,444,970</u>
Total financial assets at fair value through profit or loss (cost: HK\$1,609,457,596; 2020: HK\$1,581,695,598)	<u>1,976,852,538</u>	<u>1,751,707,562</u>
Balanced Fund		
Designated at fair value through profit or loss:		
Invesco Pooled Investment Fund-Global Equities Fund-Class B (Note iv)	2,384,512,401	1,665,832,874
Invesco Pooled Investment Fund-MPF Bond Fund-Class B (Note ii)	<u>729,839,938</u>	<u>809,058,159</u>
Total financial assets at fair value through profit or loss (cost: HK\$2,182,425,579; 2020: HK\$2,203,298,939)	<u>3,114,352,339</u>	<u>2,474,891,033</u>
Growth Fund		
Designated at fair value through profit or loss:		
Invesco Pooled Investment Fund-Global Equities Fund-Class B (Note iv)	<u>5,597,979,426</u>	<u>3,932,400,498</u>
Total financial assets at fair value through profit or loss (cost: HK\$3,515,253,403; 2020: HK\$3,414,494,412)	<u>5,597,979,426</u>	<u>3,932,400,498</u>
Hong Kong and China Equity Fund		
Designated at fair value through profit or loss:		
Invesco Pooled Investment Fund-Hong Kong and China Fund-Class B (Note v)	<u>5,283,114,529</u>	<u>4,029,592,353</u>
Total financial assets at fair value through profit or loss (cost: HK\$4,068,697,543; 2020: HK\$3,825,517,441)	<u>5,283,114,529</u>	<u>4,029,592,353</u>

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

8 Financial assets and financial liabilities at fair value through profit or loss (Continued)

<u>Constituent Funds</u> (Continued)	2021 HK\$	2020 HK\$
Asian Equity Fund		
Designated at fair value through profit or loss:		
Invesco Pooled Investment Fund-Asia Fund -Class B (Note vi)	1,744,000,486	1,035,030,188
Derivatives - forward foreign exchange contracts (refer to Note 14)	-	36,581,321
Total financial assets at fair value through profit or loss (cost: HK\$1,135,077,057; 2020: HK\$1,016,773,275)	<u>1,744,000,486</u>	<u>1,071,611,509</u>
Invesco Hang Seng Index Tracking Fund		
Designated at fair value through profit or loss:		
Tracker Fund of Hong Kong (Note vii)	609,555,210	494,863,650
Total financial assets at fair value through profit or loss (cost: HK\$567,899,082; 2020: HK\$557,276,039)	<u>609,555,210</u>	<u>494,863,650</u>
Age 65 Plus Fund		
Designated at fair value through profit or loss:		
Invesco Pooled Investment Fund-Age 65 Plus Fund- Class B (Note viii)	247,039,328	162,157,184
Total financial assets at fair value through profit or loss (cost: HK\$235,439,373; 2020: HK\$157,746,253)	<u>247,039,328</u>	<u>162,157,184</u>
Core Accumulation Fund		
Designated at fair value through profit or loss:		
Invesco Pooled Investment Fund-Core Accumulation Fund-Class B (Note ix)	895,574,086	528,519,926
Total financial assets at fair value through profit or loss (cost: HK\$768,175,215; 2020: HK\$553,429,278)	<u>895,574,086</u>	<u>528,519,926</u>

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

8 Financial assets and financial liabilities at fair value through profit or loss (Continued)

The investment portfolio of the underlying funds by country and type of investments as at 31 March 2021 and 2020 are as follows:

Note i - Principal Guaranteed Umbrella Fund - Principal Long Term Guaranteed Fund

	% of net assets	
	2021	2020
Listed/quoted investments		
Debt securities/money market instruments/equities		
Hong Kong	30.69	28.05
Europe	2.63	2.28
North America	55.11	54.04
Others	2.33	1.89
	90.76	86.26
Total investments	90.76	86.26
Cash and other net assets	9.24	13.74
	100.00	100.00
Net assets attributable to unitholders	100.00	100.00

As at 31 March 2021, the Principal Guaranteed Umbrella Fund - Principal Long Term Guaranteed Fund invests in 7 (2020: 6) investment funds including equity, fixed income and money market funds with regional or country specific, which constructs a diversified investment portfolio.

Note ii - Invesco Pooled Investment Fund - MPF Bond Fund

	% of net assets	
	2021	2020
Quoted investments		
Approved pooled investment funds		
Denominated in HK Dollars		
Hong Kong	100.00	100.00
	100.00	100.00
Total investments	100.00	100.00
Cash and other net assets	-	-
	100.00	100.00
Net assets attributable to unitholders	100.00	100.00

As at 31 March 2021, the investment portfolio of MPF Bond Fund is mainly exposed to financial and government industries (2020: financial and government industries), amounted to 27% and 52% (2020: 29% and 53%) respectively of the net assets attributable to unitholders of the underlying fund.

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

8 Financial assets and financial liabilities at fair value through profit or loss (Continued)

Note iii - Invesco Pooled Investment Fund - RMB Bond Fund

	% of net assets	
	2021	2020
Listed/quoted investments		
Debt securities/money market instruments		
Arab Emirates	5.67	2.03
Australia	3.67	3.30
British Virgin Islands	7.37	8.77
Canada	1.80	4.98
Cayman Islands	12.14	8.78
China	32.45	30.47
France	-	1.21
Germany	1.80	3.27
Hong Kong	11.70	12.05
Malaysia	-	0.55
Netherlands	5.78	7.41
New Zealand	-	1.09
Singapore	1.82	3.14
South Korea	10.62	7.95
Supranational	1.81	0.55
United Kingdom	-	1.10
	96.63	96.65
Total investments		
Cash and other net assets	3.37	3.35
Net assets attributable to unitholders	100.00	100.00

As at 31 March 2021, the investment portfolio of RMB Bond Fund is mainly exposed to government and financial industries (2020: government and financial industries), amounted to 16% and 66% (2020: 13% and 69%) respectively of the net assets attributable to unitholders of the underlying fund.

Note iv - Invesco Pooled Investment Fund - Global Equities Fund

	% of net assets	
	2021	2020
Quoted investments		
Approved pooled investment funds Denominated in HK Dollars		
Hong Kong	99.99	99.92
Total investments	99.99	99.92
Cash and other net assets	0.01	0.08
Net assets attributable to unitholders	100.00	100.00

As at 31 March 2021, the investment portfolio of Global Equities Fund is mainly exposed to industrial, technology, communications, financial and consumer industries (2020: industrial, technology, communications, consumer and financial industries), amounted to 10%, 15%, 20%, 21% and 25% (2020: 11%, 11%, 15%, 24% and 27%) respectively of the net assets attributable to unitholders of the underlying fund.

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

8 Financial assets and financial liabilities at fair value through profit or loss (Continued)

Note v - Invesco Pooled Investment Fund - Hong Kong and China Fund

	% of net assets	
	2021	2020
Listed/quoted investments		
Equities		
China	32.86	31.42
Hong Kong	66.06	65.99
Total investments	98.92	97.41
Cash and other net assets	1.08	2.59
Net assets attributable to unitholders	100.00	100.00

As at 31 March 2021, the investment portfolio of Hong Kong and China Fund is mainly exposed to consumer, communications and financial industries (2020: consumer, communications and financial industries), amounted to 20%, 33% and 34% (2020: 14%, 21% and 46%) respectively of the net assets attributable to unitholders of the underlying fund.

Note vi - Invesco Pooled Investment Fund - Asia Fund

	% of net assets	
	2021	2020
Listed/quoted investments		
Equities		
Australia	-	22.14
China	14.99	-
Hong Kong	36.10	-
India	11.15	14.79
Indonesia	-	1.99
Malaysia	-	2.71
Philippines	0.99	0.23
Singapore	3.19	4.74
South Korea	15.82	22.76
Taiwan	14.57	21.36
Thailand	1.59	4.86
Total investments	98.40	95.58
Cash and other net assets	1.60	4.42
Net assets attributable to unitholders	100.00	100.00

As at 31 March 2021, the investment portfolio of Asia Fund is mainly exposed to consumer, financial, communications and technology industries (2020: industrial, financial, technology and consumer industries), amounted to 16%, 24%, 25% and 29% (2020: to 11%, 16%, 23% and 30%) respectively of the net assets attributable to unitholders of the underlying fund.

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

8 Financial assets and financial liabilities at fair value through profit or loss (Continued)

Note vii - Tracker Fund of Hong Kong

	% of total investments	
	2021	2020
Listed/quoted investments		
Equities		
Hong Kong	100.00	100.00
Total investments	100.00	100.00

As at 31 March 2021, the investment portfolio of Tracker Fund of Hong Kong Ltd is mainly exposed to communication and financials (2020: real estate, communication and financials) amounted to 26% and 41% (2020: 11%, 16% and 50%) respectively of the total investments of the underlying fund.

Note viii - Invesco Pooled Investment Fund - Age 65 Plus Fund

	% of net assets	
	2021	2020
Quoted investments		
Approved pooled investment funds Denominated in HK Dollars		
Hong Kong	100.00	100.00
Total investments	100.00	100.00
Cash and other net assets	-	-
Net assets attributable to unitholders	100.00	100.00

As at 31 March 2021, the investment portfolio of Age 65 Plus Fund is mainly exposed to government (2020: government) amounted to 72% (2020: 76%) of the net assets attributable to unitholders of the underlying fund.

Note ix - Invesco Pooled Investment Fund - Core Accumulation Fund

	% of net assets	
	2021	2020
Quoted investments		
Approved pooled investment funds Denominated in HK Dollars		
Hong Kong	100.00	100.00
Total investments	100.00	100.00
Cash and other net assets	-	-
Net assets attributable to unitholders	100.00	100.00

Notes to the Financial Statements (Continued)

8 Financial assets and financial liabilities at fair value through profit or loss (Continued)

Note ix – Invesco Pooled Investment Fund – Core Accumulation Fund (Continued)

As at 31 March 2021 the investment portfolio of Core Accumulation Fund is mainly exposed to financial, technology, consumer and government (2020: technology, consumer and government) amounted to 10%, 12%, 19% and 36% (2020: 11%, 21% and 36%) respectively of the net assets attributable to unitholders of the underlying fund.

9 Bank loans, overdrafts and other borrowings

The Scheme and its constituent funds had no bank loans, overdrafts and other borrowings as at 31 March 2021 (2020: Nil).

10 Accrued benefits

The total accrued benefits vested in the members' accounts of the Scheme amounted to HK\$25,055,908,839 as at 31 March 2021 (2020: HK\$19,586,256,315).

11 Taxation

The Scheme is not subject to Hong Kong profits tax as it is not considered to be carrying on a business in Hong Kong.

12 Financial risk management

Strategy in using financial instruments

The activities of the Scheme and its constituent funds expose them to a variety of financial risks: market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk. The constituent funds' overall risk management programme seeks to minimise potential adverse effects on the constituent funds' financial performance. The constituent funds may use derivative financial instruments subject to the terms of the Trust Deed to moderate certain risk exposures.

Investment strategy

The use of financial instruments, in particular derivatives, must be in line with the investment objectives and guidelines for each portfolio. That said, derivatives are primarily used for Efficient Portfolio Management ("EPM") purposes by the Investment Manager, which mainly aims at controlling or managing risk rather than to leverage on risk. Using new derivatives outside EPM may need separate approval from the new product committee. The Investment Manager has put in place a derivative policy which sets out the process for proper management of the risks arising from derivatives. The Investment Manager has established a risk management process to measure, monitor and control as frequently as appropriate the risk of the constituent funds' derivative positions and their contributions to the overall risk profile of the constituent funds. The basic principle is that the more complex the derivative strategy used in a constituent fund, the more robust the risk management process needs to be employed.

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

Risk management process

Investment risk management is an integral part of the investment process. It is the responsibility of the Head of Hong Kong Pensions to ensure that the investment process is driven by a cohesive team of experienced investment professionals who work together to uncover biases in decision making and there is clear accountability for each team member in the whole decision making process. The Head of Hong Kong Pensions also need to ensure that risk controls are embedded in the investment team and process. The Head of Hong Kong Pensions, with the help of the risk and performance teams, are also responsible for ensuring that a disciplined and transparent investment process is being followed. This would encompass but by no means be limited to ensuring that there is a disciplined and multi-factor focus decision making process, systematic screening for ideas generation, market/stock liquidity risk is evaluated, stocks are well researched, target prices are reviewed, portfolios are appropriately diversified, and investment guidelines and risk parameters are adhered to, etc.

The Scheme's assets principally consist of unlisted funds held in accordance with the established investment policies of the constituent funds. The allocation of assets between the various types of investments is determined by Invesco Hong Kong Limited to achieve their investment objectives.

Although the Investment Manager does not manage the constituent funds based on specific risk exposures of the underlying funds, the constituent funds are exposed to various risks, including market price risk, interest rate risk, credit risk, liquidity risk and currency risk, through their investments. Also refer to note 8 for the investment portfolio of the underlying funds by country and types of investments as at 31 March 2021 and 2020.

(a) Market price risk

Market price risk is the risk that the value of the constituent funds' investment portfolio will fluctuate as a result of changes in market prices. This risk is managed by ensuring that all activities are transacted in accordance with mandates, overall investment strategy and within approved limits. Market risk analysis is conducted regularly on a total portfolio basis.

Refer to note 8 for the overall market exposure of each constituent fund.

The table below summarises the impact of increase/decrease from the constituent funds' underlying benchmark on the constituent funds' net assets attributable to members as at 31 March 2021 and 2020. The analysis is based on the assumption that the index component within the benchmark increased/decreased by respective percentage with all other variables held constant and that the fair value of the constituent funds' financial assets at fair value through profit or loss moved according to the historical correlation with the index.

Constituent Funds	Benchmark Components	31 March 2021		31 March 2020	
		% of reasonable possible change of the relevant benchmark	Impact on net assets attributable to unitholders	% of reasonable possible change of the relevant benchmark	Impact on net assets attributable to unitholders
MPF Conservative Fund	MPF Prescribed Savings Rate	0% - 0.1%	HK\$0 to HK\$312,056	0% - 0.1%	HK\$0 to HK\$195,569
Guaranteed Fund	No benchmark**	N/A	N/A	N/A	N/A

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(a) Market price risk (Continued)

Constituent Funds	Benchmark Components	31 March 2021		31 March 2020	
		% of reasonable possible change of the relevant benchmark	Impact on net assets attributable to unitholders	% of reasonable possible change of the relevant benchmark	Impact on net assets attributable to unitholders
Global Bond Fund	70% Barclays Capital Global Aggregate + 30% Markit iBoxx ALBI Hong Kong	-4% - 4%	-HK\$49,942,424 to HK\$49,942,424	-2% - 2%	-HK\$21,494,288 to HK\$21,494,288
RMB Bond Fund	Markit iBoxx ALBI China Offshore Non-Government Investment Grade	-1% - 12%	-HK\$1,895,165 to HK\$22,741,984	-3% - 2%	-HK\$4,585,032 to HK\$3,067,754
Capital Stable Fund	10.5% FTSE MPF HK + 3.9% Custom MPF Asia ex JP ex HK CN + 6% FTSE MPF Europe + 3.6% FTSE MPF Japan + 6% FTSE MPF NA + 49% Barclays Capital Global Aggregate + 21% Markit iBoxx ALBI Hong Kong	-1% - 16%	-HK\$19,819,026 to HK\$317,104,410	-5% - 3%	-HK\$84,672,815 to HK\$50,803,689
Balanced Fund	24.5% FTSE MPF HK + 9.1% Custom MPF Asia ex JP ex HK CN + 14% FTSE MPF Europe + 8.4% FTSE MPF Japan + 14% FTSE MPF NA + 21% Barclays Capital Global Aggregate + 9% Markit iBoxx ALBI Hong Kong	0% - 34%	HK\$0 to HK\$1,084,830,233	-9% - 5%	-HK\$225,086,451 to HK\$125,048,028
Growth Fund	35% FTSE MPF HK + 13% Custom MPF Asia ex JP ex HK CN + 20% FTSE MPF Europe + 12% FTSE MPF Japan + 20% FTSE MPF NA	1% - 49%	HK\$55,903,091 to HK\$2,739,251,483	-12% - 6%	-HK\$465,308,976 to HK\$232,654,488
Hong Kong and China Equity Fund	FTSE MPF HK	-3% - 36%	-HK\$156,924,584 to HK\$1,883,095,006	-10% - 7%	-HK\$396,623,620 to HK\$277,636,534
Asian Equity Fund	FTSE MPF Asia Pacific ex JP ex AU NZ	-1% - 67%	-HK\$15,368,062 to HK\$1,029,660,124	-18% - 5%	-HK\$140,630,132 to HK\$39,063,925
Invesco Hang Seng Index Tracking Fund	Hang Seng Index	-2% - 24%	-HK\$12,180,561 to HK\$146,166,736	-10% - 7%	-HK\$49,236,585 to HK\$34,465,609

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(a) Market price risk (Continued)

Constituent Funds	Benchmark Components	31 March 2021		31 March 2020	
		% of reasonable possible change of the relevant benchmark	Impact on net assets attributable to unitholders	% of reasonable possible change of the relevant benchmark	Impact on net assets attributable to unitholders
Age 65 Plus Fund	77% Citi MPF World Government Bond Index + 20% FTSE MPF All-World Index + 3% MPF Prescribed Savings Rate	-2% - 9%	-HK\$4,765,832 to HK\$21,446,245	-3% - 3%	-HK\$4,405,908 to HK\$4,405,908
Core Accumulation Fund	37% Citi MPF World Government Bond Index + 60% FTSE MPF All-World Index + 3% MPF Prescribed Savings Rate	2% - 30%	HK\$17,718,204 to HK\$265,773,061	-8% - 5%	-HK\$40,823,200 to HK\$25,514,500

**** Guaranteed Fund invests in an Approved Pooled Investment Fund guaranteed by Principal Insurance Company (Hong Kong) Limited. For the year ended 31 March 2021, the guarantee rate is set at 1% p.a. (2020: 1%).**

The overall market positions and risk exposures for each constituent fund are monitored on a daily basis by the Investment Manager.

(b) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates. The majority of the financial assets and liabilities of the Scheme and its constituent funds except for MPF Conservative Fund are non-interest bearing, as a result, they are not subject to significant amounts of risk due to fluctuations in the prevailing levels of market interest rates. Any excess cash and cash equivalents are invested at short-term market interest rates.

Interest rate risk for the constituent funds has been assessed on the basis of the constituent funds' direct investments and not on a look-through basis for investments held indirectly through the underlying investment funds. Consequently, the interest rate risk profile of the constituent funds may not be presented as the constituent funds have a significant proportion of investments in other funds which also have exposure to the interest rate markets.

MPF Conservative Fund has investments and bank balances which are exposed to interest rate risk. The table below summarises this exposure and includes the fund's financial assets and liabilities at fair value, categorised by the earlier of contractual repricing or maturity dates.

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(b) Interest rate risk (Continued)

MPF Conservative Fund

At 31 March 2021

(HK\$)	Up to 3 months	3 months to 1 year	Non-interest bearing	Total
Assets				
Financial assets at fair value through profit or loss	1,323,791,521	431,277,423	-	1,755,068,944
Bank balances and deposits	1,176,958,524	-	-	1,176,958,524
Other assets	-	-	32,530,535	32,530,535
Total assets	2,500,750,045	431,277,423	32,530,535	2,964,558,003
Liabilities				
Other liabilities	-	-	86,590,708	86,590,708
Liabilities (excluding net assets attributable to members)	-	-	86,590,708	86,590,708
Net assets attributable to members	2,500,750,045	431,277,423	(54,060,173)	2,877,967,295
Total interest sensitivity gap	2,500,750,045	431,277,423		

At 31 March 2020

(HK\$)	Up to 3 months	3 months to 1 year	Non-interest bearing	Total
Assets				
Financial assets at fair value through profit or loss	1,008,842,688	815,521,640	-	1,824,364,328
Bank balances and deposits	891,883,366	-	-	891,883,366
Other assets	-	-	58,183,574	58,183,574
Total assets	1,900,726,054	815,521,640	58,183,574	2,774,431,268
Liabilities				
Other liabilities	-	-	79,684,323	79,684,323
Liabilities (excluding net assets attributable to members)	-	-	79,684,323	79,684,323
Net assets attributable to members	1,900,726,054	815,521,640	(21,500,749)	2,694,746,945
Total interest sensitivity gap	1,900,726,054	815,521,640		

Interest rate sensitivity

The table below summarises the impact of increase/decrease of 50 basis points (2020: 50 basis points) in interest rates as at the year end, with all other variables held constant, on the net assets attributable to members.

	31 March 2021	31 March 2020
	Increased/decreased by 50 basis points	
	Impact on net assets attributable to members	
MPF Conservative Fund	HK\$1,228,548	HK\$1,641,928

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(c) Credit risk

Credit risk is the risk that a counterparty will fail to perform contractual obligations, either in whole or in part, under a contract. Concentrations of credit risk are minimised primarily by:

- ensuring counterparties, together with the respective credit limits, are approved, and
- ensuring that transactions are undertaken with a large number of counterparties.

All the bank balances of the Scheme and its constituent funds are placed with reputable financial institutions.

As at 31 March 2021 and 2020, the safe keeping of the investments of the constituent funds is the responsibility of the Trustee.

The Investment Manager monitors the constituent funds' credit position on a daily basis.

As at 31 March 2021 and 2020, the respective constituent funds held money market instruments and cash deposits with banks with the following credit ratings, which are rated by well-known rating agencies.

Portfolio by rating category (Source of credit ratings: Moody's or Standard & Poor's)

MPF Conservative Fund

Money market instruments and fixed deposits

Rating	2021 (% of financial assets at fair value through profit or loss)	2020 (% of financial assets at fair value through profit or loss)
Aa1/AA+	3.14	10.09
Aa2/AA	-	8.58
Aa3/AA-	16.98	2.47
A1/A+	41.45	53.67
A2/A	8.20	4.01
A3/A-	30.23	21.18
	100.00	100.00

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(c) Credit risk (Continued)

MPF Conservative Fund (Continued)

Bank balances and deposits	2021	2020
Rating	(% of bank balances and deposits)	(% of bank balances and deposits)
P-1/Aa1	-	6.50
P-1/Aa3	12.59	15.57
P-1/A-1	34.94	19.96
P-1/A-2	17.71	19.19
P-2/A-3	12.90	13.36
P-2/Baa1	21.86	25.42
	100.00	100.00

There was no investment issued by a single issuer with market value exceeding 10% of MPF Conservative Fund's net assets as at 31 March 2021 and 2020.

Guaranteed Fund

Bank balances and deposits	2021	2020
Rating	(% of bank balances and deposits)	(% of bank balances and deposits)
P-1/Aa3	100.00	100.00
	100.00	100.00

Global Bond Fund

Bank balances and deposits	2021	2020
Rating	(% of bank balances and deposits)	(% of bank balances and deposits)
P-1/Aa3	100.00	100.00
	100.00	100.00

RMB Bond Fund

Bank balances and deposits	2021	2020
Rating	(% of bank balances and deposits)	(% of bank balances and deposits)
P-1/Aa3	100.00	100.00
	100.00	100.00

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(c) Credit risk (Continued)

Capital Stable Fund

Bank balances and deposits	2021	2020
	(% of bank balances and deposits)	(% of bank balances and deposits)
Rating		
P-1/Aa3	100.00	100.00
	100.00	100.00

Balanced Fund

Bank balances and deposits	2021	2020
	(% of bank balances and deposits)	(% of bank balances and deposits)
Rating		
P-1/Aa3	100.00	100.00
	100.00	100.00

Growth Fund

Bank balances and deposits	2021	2020
	(% of bank balances and deposits)	(% of bank balances and deposits)
Rating		
P-1/Aa3	100.00	100.00
	100.00	100.00

Hong Kong and China Equity Fund

Bank balances and deposits	2021	2020
	(% of bank balances and deposits)	(% of bank balances and deposits)
Rating		
P-1/Aa3	100.00	100.00
	100.00	100.00

Asian Equity Fund

Bank balances and deposits	2021	2020
	(% of bank balances and deposits)	(% of bank balances and deposits)
Rating		
P-1/Aa3	100.00	100.00
	100.00	100.00

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(c) Credit risk (Continued)

Invesco Hang Seng Index Tracking Fund

Bank balances and deposits	2021	2020
	(% of bank balances and deposits)	(% of bank balances and deposits)
Rating		
P-1/Aa3	100.00	100.00
	<u>100.00</u>	<u>100.00</u>

Age 65 Plus Fund

Bank balances and deposits	2021	2020
	(% of bank balances and deposits)	(% of bank balances and deposits)
Rating		
P-1/Aa3	100.00	100.00
	<u>100.00</u>	<u>100.00</u>

Core Accumulation Fund

Bank balances and deposits	2021	2020
	(% of bank balances and deposits)	(% of bank balances and deposits)
Rating		
P-1/Aa3	100.00	100.00
	<u>100.00</u>	<u>100.00</u>

Guaranteed Fund invests solely in an insurance policy issued by Principal Insurance Company (Hong Kong) Limited, which is also the guarantor (the "Guarantor"). As at 31 March 2021, the credit rating of Principal Financial Group (the parent company of Principal Insurance Company (Hong Kong) Limited) is A- (2020: A-). The source of the credit ratings is from Standard & Poor's.

The Scheme and its constituent funds measure credit risk and expected credit losses using probability of default, exposure at default and loss given default. Management considers both historical analysis and forward looking information in determining any expected credit loss. As at 31 March 2021 and 2020, all financial assets can be realised within 3 months. Refer to note 12(d) for details. Management considers the probability of default to be close to zero as the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised based on 12-month expected credit losses as any such impairment would be wholly insignificant to the Scheme and its constituent funds.

(d) Liquidity risk

The constituent funds are exposed to daily cash redemptions of their outstanding units. The constituent funds invest the majority of their assets in investment funds that permit daily redemption and that have underlying securities traded in an active market and can be readily disposed of.

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(d) Liquidity risk (Continued)

Where a member becomes entitled to benefits, the Trustee will realize units credited to the account of the member. Units will normally be realized within 5 business days of the later of:

- (i) the entitlement date; and
- (ii) the date on which the Trustee receives satisfactory notice of such entitlement (together with appropriate supporting documentation)

In any event, units will be realized within 20 business days of the later date of the above.

The table below analyses the constituent funds' financial liabilities into relevant maturity groupings based on the remaining period at the year end date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

MPF Conservative Fund	Less than 1 month HK\$	1-3months HK\$	> 3 months HK\$
At 31 March 2021			
Amounts payable on redemption	5,010,236	-	-
Amounts payable on fund switching	20,603,723	-	-
Amounts payable on purchase of financial assets at fair value through profit or loss	60,000,000	-	-
Other payables	-	976,749	-
Net assets attributable to members	2,877,967,295	-	-
Total financial liabilities	<u>2,963,581,254</u>	<u>976,749</u>	<u>-</u>
At 31 March 2020			
Amounts payable on redemption	8,738,497	-	-
Amounts payable on fund switching	28,658,968	-	-
Amounts payable on purchase of financial assets at fair value through profit or loss	40,450,538	-	-
Other payables	-	1,836,320	-
Net assets attributable to members	2,694,746,945	-	-
Total financial liabilities	<u>2,772,594,948</u>	<u>1,836,320</u>	<u>-</u>

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(d) Liquidity risk (Continued)

Guaranteed Fund	Less than 1 month HK\$	1-3 months HK\$	> 3 months HK\$
At 31 March 2021			
Amounts payable on redemption	4,318,077	-	-
Amounts payable on purchase of financial assets at fair value through profit or loss	47,995	-	-
Other payables	-	1,623,596	-
	<u>4,366,072</u>	<u>1,623,596</u>	<u>-</u>
At 31 March 2020			
Amounts payable on redemption	3,365,727	-	-
Amounts payable on purchase of financial assets at fair value through profit or loss	800,904	-	-
Other payables	-	1,495,740	-
	<u>4,166,631</u>	<u>1,495,740</u>	<u>-</u>
Global Bond Fund	Less than 1 month HK\$	1-3 months HK\$	> 3 months HK\$
At 31 March 2021			
Amounts payable on redemption	5,305,667	-	-
Amounts payable on fund switching	5,548,907	-	-
Amounts payable on purchase of financial assets at fair value through profit or loss	5,386,589	-	-
Other payables	-	1,252,718	-
Net assets attributable to members	1,298,168,935	-	-
	<u>1,314,410,098</u>	<u>1,252,718</u>	<u>-</u>
At 31 March 2020			
Amounts payable on redemption	2,023,097	-	-
Amounts payable on fund switching	9,436,503	-	-
Amounts payable on purchase of financial assets at fair value through profit or loss	5,492,964	-	-
Other payables	-	1,184,534	-
Net assets attributable to members	1,191,159,174	-	-
	<u>1,208,111,738</u>	<u>1,184,534</u>	<u>-</u>

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(d) Liquidity risk (Continued)

Balanced Fund	Less than 1 month HK\$	1-3 months HK\$	> 3 months HK\$
At 31 March 2021			
Amounts payable on redemption	5,842,921	-	-
Amounts payable on fund switching	4,351,647	-	-
Amounts payable on purchase of financial assets at fair value through profit or loss	4,174,358	-	-
Other payables	-	3,087,530	-
Net assets attributable to members	3,142,698,726	-	-
Total financial liabilities	<u>3,157,067,652</u>	<u>3,087,530</u>	<u>-</u>
At 31 March 2020			
Amounts payable on redemption	3,167,873	-	-
Amounts payable on fund switching	5,924,871	-	-
Amounts payable on purchase of financial assets at fair value through profit or loss	3,597,653	-	-
Other payables	-	2,584,159	-
Net assets attributable to members	2,473,821,263	-	-
Total financial liabilities	<u>2,486,511,660</u>	<u>2,584,159</u>	<u>-</u>
Growth Fund	Less than 1 month HK\$	1-3 months HK\$	> 3 months HK\$
At 31 March 2021			
Amounts payable on redemption	10,776,995	-	-
Amounts payable on fund switching	8,007,971	-	-
Amounts payable on purchase of financial assets at fair value through profit or loss	11,607,279	-	-
Other payables	-	5,453,608	-
Net assets attributable to members	5,592,525,700	-	-
Total financial liabilities	<u>5,622,917,945</u>	<u>5,453,608</u>	<u>-</u>
At 31 March 2020			
Amounts payable on redemption	5,499,154	-	-
Amounts payable on fund switching	9,728,061	-	-
Amounts payable on purchase of financial assets at fair value through profit or loss	9,894,494	-	-
Other payables	-	4,110,936	-
Net assets attributable to members	3,928,290,515	-	-
Total financial liabilities	<u>3,953,412,224</u>	<u>4,110,936</u>	<u>-</u>

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(d) Liquidity risk (Continued)

Hong Kong and China Equity Fund	Less than 1 month HK\$	1-3 months HK\$	> 3 months HK\$
At 31 March 2021			
Amounts payable on redemption	9,996,149	-	-
Amounts payable on fund switching	20,537,718	-	-
Amounts payable on purchase of financial assets at fair value through profit or loss	17,184,952	-	-
Other payables	-	5,180,877	-
Net assets attributable to members	5,277,933,542	-	-
Total financial liabilities	<u>5,325,652,361</u>	<u>5,180,877</u>	<u>-</u>
At 31 March 2020			
Amounts payable on redemption	5,775,428	-	-
Amounts payable on fund switching	25,681,662	-	-
Amounts payable on purchase of financial assets at fair value through profit or loss	26,396,339	-	-
Other payables	-	4,072,604	-
Net assets attributable to members	4,025,520,680	-	-
Total financial liabilities	<u>4,083,374,109</u>	<u>4,072,604</u>	<u>-</u>
Asian Equity Fund			
	Less than 1 month HK\$	1-3 months HK\$	> 3 months HK\$
At 31 March 2021			
Amounts payable on redemption	5,046,268	-	-
Amounts payable on fund switching	4,081,961	-	-
Amounts payable on purchase of financial assets at fair value through profit or loss	5,005,854	-	-
Other payables	-	1,685,131	-
Net assets attributable to members	1,743,584,371	-	-
Total financial liabilities	<u>1,757,718,454</u>	<u>1,685,131</u>	<u>-</u>
At 31 March 2020			
Amounts payable on redemption	883,581	-	-
Amounts payable on fund switching	3,460,133	-	-
Amounts payable on purchase of financial assets at fair value through profit or loss	1,568,716	-	-
Other payables	-	1,131,727	-
Net assets attributable to members	1,071,749,082	-	-
	<u>1,077,661,512</u>	<u>1,131,727</u>	<u>-</u>

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(d) Liquidity risk (Continued)

Invesco Hang Seng Index Tracking Fund	Less than 1 month HK\$	1-3 months HK\$	> 3 months HK\$
At 31 March 2021			
Amounts payable on redemption	2,341,989	-	-
Amounts payable on fund switching	12,416,711	-	-
Other payables	-	483,575	-
Net assets attributable to members	602,802,451	-	-
Total financial liabilities	<u>617,561,151</u>	<u>483,575</u>	<u>-</u>
At 31 March 2020			
Amounts payable on redemption	373,056	-	-
Amounts payable on fund switching	10,353,077	-	-
Amounts payable on purchase of financial assets at fair value through profit or loss	294,482	-	-
Other payables	-	395,537	-
Net assets attributable to members	492,120,680	-	-
Total financial liabilities	<u>503,141,295</u>	<u>395,537</u>	<u>-</u>
Age 65 Plus Fund	Less than 1 month HK\$	1-3 months HK\$	> 3 months HK\$
At 31 March 2021			
Amounts payable on redemption	412,394	-	-
Amounts payable on fund switching	16,846,541	-	-
Amounts payable on purchase of financial assets at fair value through profit or loss	8,517,745	-	-
Other payables	-	164,463	-
Net assets attributable to members	247,004,631	-	-
Total financial liabilities	<u>272,781,311</u>	<u>164,463</u>	<u>-</u>
At 31 March 2020			
Amounts payable on redemption	259,204	-	-
Amounts payable on fund switching	2,197,625	-	-
Amounts payable on purchase of financial assets at fair value through profit or loss	1,091,517	-	-
Other payables	-	104,432	-
Net assets attributable to members	162,244,440	-	-
Total financial liabilities	<u>165,792,786</u>	<u>104,432</u>	<u>-</u>

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(d) Liquidity risk (Continued)

Core Accumulation Fund	Less than 1 month HK\$	1-3 months HK\$	> 3 months HK\$
At 31 March 2021			
Amounts payable on redemption	873,365	-	-
Amounts payable on fund switching	4,794,949	-	-
Amounts payable on purchase of financial assets at fair value through profit or loss	10,654,414	-	-
Other payables	-	560,250	-
Net assets attributable to members	895,072,884	-	-
	<u>911,395,612</u>	<u>560,250</u>	<u>-</u>
At 31 March 2020			
Amounts payable on redemption	331,624	-	-
Amounts payable on fund switching	4,053,312	-	-
Amounts payable on purchase of financial assets at fair value through profit or loss	2,613,331	-	-
Other payables	-	348,297	-
Net assets attributable to members	528,289,951	-	-
	<u>535,288,218</u>	<u>348,297</u>	<u>-</u>

Units are redeemed on demand at the members' option. However, the Trustee does not envisage that the contractual maturity disclosed in the tables above will be representative of the actual cash outflows, as the members typically retain their units for the long term. At 31 March 2021, there is no individual member held more than 10% of any of the constituent fund's units. (2020: no individual member held more than 10% of any of the constituent fund's units).

The Investment Manager monitors the constituent funds' liquidity position on a daily basis. The Investment Manager manages their liquidity risk by investing in investments that are expected to be able to liquidate, normally within 7 days or less. The table below analyses the constituent funds' expected liquidity of financial assets held.

At 31 March 2021	Less than 1 month HK\$	1 - 3 months HK\$	> 3 months HK\$
MPF Conservative Fund	1,320,470,251	1,212,488,845	431,598,907
Guaranteed Fund	1,183,546,302	-	-
Global Bond Fund	1,315,662,816	-	-
RMB Bond Fund	337,964,511	1,004,500	-
Capital Stable Fund	2,008,360,899	-	-
Balanced Fund	3,160,155,182	-	-
Growth Fund	5,628,371,553	-	-
Hong Kong and China Equity Fund	5,330,833,238	-	-
Asian Equity Fund	1,759,403,585	-	-
Invesco Hang Seng Index Tracking Fund	618,044,726	-	-
Age 65 Plus Fund	272,885,805	-	-
Core Accumulation Fund	911,896,787	-	-

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(d) Liquidity risk (Continued)

At 31 March 2020	Less than 1 month HK\$	1 - 3	> 3
		months HK\$	months HK\$
MPF Conservative Fund	1,289,146,260	667,026,786	818,258,222
Guaranteed Fund	1,108,531,936	-	-
Global Bond Fund	1,209,296,272	-	-
RMB Bond Fund	267,163,486	951,835	-
Capital Stable Fund	1,765,933,387	-	-
Balanced Fund	2,489,095,819	-	-
Growth Fund	3,957,523,160	-	-
Hong Kong and China Equity Fund	4,087,446,713	-	-
Asian Equity Fund	1,078,793,239	-	-
Invesco Hang Seng Index Tracking Fund	503,536,832	-	-
Age 65 Plus Fund	165,775,334	-	-
Core Accumulation Fund	535,518,204	-	-

(e) Offsetting and amounts subject to master netting arrangement and similar agreement

As at 31 March 2021 and 2020, the Scheme and its constituent funds were subject to master netting arrangement with their counterparty. As at 31 March 2021 and 2020, only Asian Equity Fund and RMB Bond Fund had signed master netting agreements with their counterparty. The following tables present Asian Equity Fund's and RMB Bond Fund's financial assets and liabilities subject to offsetting, enforceable master netting arrangement and similar agreement.

Asian Equity Fund

Financial assets and liabilities subject to offsetting, enforceable master netting arrangement as at 31 March 2021 and 2020:

	A	B	C = A+B	D		E = C+D
	Gross amounts of recognised financial assets/ (liabilities)	Gross amounts of recognised financial (liabilities)/ assets set-off in the statement of net assets	Net amounts of financial assets/ (liabilities) presented in the statement of net assets	Related amounts not set-off in the statement of net assets		Net amount
	HK\$	HK\$	HK\$	D(i) Financial instruments	D(ii) Cash collateral	HK\$
At 31 March 2021						
Financial assets						
Financial assets at fair value through profit or loss	1,744,000,486	-	1,744,000,486	-	-	1,744,000,486
Cash and cash equivalents	4,648,768	-	4,648,768	-	-	4,648,768
	<u>1,748,649,254</u>	<u>-</u>	<u>1,748,649,254</u>	<u>-</u>	<u>-</u>	<u>1,748,649,254</u>
Financial liabilities						
Financial liabilities at fair value through profit or loss	-	-	-	-	-	-

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(e) Offsetting and amounts subject to master netting arrangement and similar agreement (Continued)

Asian Equity Fund (Continued)

	A	B	C = A+B	D		E = C+D
	Gross amounts of recognised financial assets/ (liabilities)	Gross amounts of recognised financial (liabilities)/ assets set-off in the statement of net assets	Net amounts of financial assets/ (liabilities) presented in the statement of net assets	Related amounts not set-off in the statement of net assets		Net amount
				D(i) Financial instruments	D(ii) Cash collateral	
	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
At 31 March 2020						
Financial assets						
Financial assets at fair value through profit or loss	1,071,611,509	-	1,071,611,509	-	-	1,071,611,509
Cash and cash equivalents	2,458,520	-	2,458,520	-	-	2,458,520
	<u>1,074,070,029</u>	<u>-</u>	<u>1,074,070,029</u>	<u>-</u>	<u>-</u>	<u>1,074,070,029</u>
Financial liabilities						
Financial liabilities at fair value through profit or loss	-	-	-	-	-	-

RMB Bond Fund

Financial assets and liabilities subject to offsetting, enforceable master netting arrangement as at 31 March 2021 and 2020:

	A	B	C = A+B	D		E = C+D
	Gross amounts of recognised financial assets/ (liabilities)	Gross amounts of recognised financial (liabilities)/ assets set-off in the statement of net assets	Net amounts of financial assets/ (liabilities) presented in the statement of net assets	Related amounts not set-off in the statement of net assets		Net amount
				D(i) Financial instruments	D(ii) Cash collateral	
	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
At 31 March 2021						
Financial assets						
Financial assets at fair value through profit or loss	331,407,004	-	331,407,004	-	-	331,407,004
Cash and cash equivalents	2,202,209	-	2,202,209	-	-	2,202,209
	<u>333,609,213</u>	<u>-</u>	<u>333,609,213</u>	<u>-</u>	<u>-</u>	<u>333,609,213</u>
Financial liabilities						
Financial liabilities at fair value through profit or loss	-	-	-	-	-	-

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(e) Offsetting and amounts subject to master netting arrangement and similar agreement (Continued)

RMB Bond Fund (Continued)

	A	B	C = A+B	D		E = C+D
	Gross amounts of recognised financial assets/ (liabilities)	Gross amounts of recognised financial (liabilities)/ assets set-off in the statement of net assets	Net amounts of financial assets/ (liabilities) presented in the statement of net assets	Related amounts not set-off in the statement of net assets		Net amount
				D(i) Financial instruments	D(ii) Cash collateral	
	HK\$	HK\$	HK\$	HK\$	HK\$	HK\$
At 31 March 2020						
Financial assets						
Financial assets at fair value through profit or loss	263,879,264	-	263,879,264	-	-	263,879,264
Cash and cash equivalents	678,295	-	678,295	-	-	678,295
	<u>264,557,559</u>	<u>-</u>	<u>264,557,559</u>	<u>-</u>	<u>-</u>	<u>264,557,559</u>
Financial liabilities						
Financial liabilities at fair value through profit or loss	-	-	-	-	-	-

Amounts in D(i) and D(ii) relate to amounts subject to set-off that do not qualify for offsetting under (B). This includes (i) amounts which are subject to set-off against the asset (or liability) disclosed in (A) which have not been offset in the Statement of Net Assets, and (ii) any financial collateral (including cash collateral), both received and pledged.

The constituent funds and their counterparty have elected to settle all forward foreign exchange contracts on a net basis. According to the terms of the master netting agreement, the counterparty may set off the liabilities against assets.

As at 31 March 2021 and 2020, the constituent funds did not hold any investments pledged as collateral by the respective counterparties and cash collateral received which was restricted and did not form part of the constituent funds' cash and cash equivalents.

(f) Currency risk

The Scheme and its constituent funds had assets and liabilities denominated mainly in Hong Kong dollar and are therefore not subject to significant currency risk.

Details of forward foreign exchange contracts outstanding at year end are disclosed in note 14.

(g) Fair value estimation

The Scheme and its constituent funds adopted HKFRS 13, 'Fair value measurement' and utilised the last traded market price for both financial assets and financial liabilities.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(g) Fair value estimation (Continued)

The carrying value less impairment provision of other receivables and payables are assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the constituent funds for similar financial instruments.

HKFRS 13 requires the constituent funds to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgment, considering factors specific to the asset or liability.

The determination of what constitutes “observable” requires significant judgement by the Investment Manager. The Investment Manager considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

The following table analyses within the fair value hierarchy the constituent funds’ investments (by class) measured at fair value at 31 March 2021 and 2020:

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(g) Fair value estimation (Continued)

MPF Conservative Fund

At 31 March 2021

Assets	Level 1 HK\$	Level 2 HK\$	Total balance HK\$
Designated at fair value through profit or loss:			
- Money market instruments	-	751,027,907	751,027,907
- Fixed deposits	1,004,041,037	-	1,004,041,037
	<u>1,004,041,037</u>	<u>751,027,907</u>	<u>1,755,068,944</u>

At 31 March 2020

Assets	Level 1 HK\$	Level 2 HK\$	Total balance HK\$
Designated at fair value through profit or loss:			
- Money market instruments	-	628,883,259	628,883,259
- Fixed deposits	1,195,481,069	-	1,195,481,069
	<u>1,195,481,069</u>	<u>628,883,259</u>	<u>1,824,364,328</u>

Guaranteed Fund

At 31 March 2021

Assets	Level 1 HK\$	Total balance HK\$
Designated at fair value through profit or loss:		
- Collective investment scheme	1,179,180,210	1,179,180,210
	<u>1,179,180,210</u>	<u>1,179,180,210</u>

At 31 March 2020

Assets	Level 1 HK\$	Total balance HK\$
Designated at fair value through profit or loss:		
- Collective investment scheme	1,104,365,287	1,104,365,287
	<u>1,104,365,287</u>	<u>1,104,365,287</u>

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(g) Fair value estimation (Continued)

Global Bond Fund

At 31 March 2021

Assets	Level 1 HK\$	Total balance HK\$
Designated at fair value through profit or loss:		
- Collective investment scheme	1,298,067,158	1,298,067,158
	<u>1,298,067,158</u>	<u>1,298,067,158</u>

At 31 March 2020

Assets	Level 1 HK\$	Total balance HK\$
Designated at fair value through profit or loss:		
- Collective investment scheme	1,190,988,375	1,190,988,375
	<u>1,190,988,375</u>	<u>1,190,988,375</u>

RMB Bond Fund

At 31 March 2021

Assets	Level 1 HK\$	Level 2 HK\$	Total balance HK\$
Designated at fair value through profit or loss:			
- Collective investment scheme	330,402,504	-	330,402,504
- Forward foreign exchange contracts	-	1,004,500	1,004,500
	<u>330,402,504</u>	<u>1,004,500</u>	<u>331,407,004</u>

At 31 March 2020

Assets	Level 1 HK\$	Level 2 HK\$	Total balance HK\$
Designated at fair value through profit or loss:			
- Collective investment scheme	262,927,429	-	262,927,429
- Forward foreign exchange contracts	-	951,835	951,835
	<u>262,927,429</u>	<u>951,835</u>	<u>263,879,264</u>

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(g) Fair value estimation (Continued)

Capital Stable Fund

At 31 March 2021

	Level 1 HK\$	Total balance HK\$
Assets		
Designated at fair value through profit or loss:		
- Collective investment schemes	1,976,852,538	1,976,852,538
	1,976,852,538	1,976,852,538

At 31 March 2020

	Level 1 HK\$	Total balance HK\$
Assets		
Designated at fair value through profit or loss:		
- Collective investment schemes	1,751,707,562	1,751,707,562
	1,751,707,562	1,751,707,562

Balanced Fund

At 31 March 2021

	Level 1 HK\$	Total balance HK\$
Assets		
Designated at fair value through profit or loss:		
- Collective investment schemes	3,114,352,339	3,114,352,339
	3,114,352,339	3,114,352,339

At 31 March 2020

	Level 1 HK\$	Total balance HK\$
Assets		
Designated at fair value through profit or loss:		
- Collective investment schemes	2,474,891,033	2,474,891,033
	2,474,891,033	2,474,891,033

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(g) Fair value estimation (Continued)

Growth Fund

At 31 March 2021

	Level 1 HK\$	Total balance HK\$
Assets		
Designated at fair value through profit or loss:		
- Collective investment scheme	5,597,979,426	5,597,979,426
	5,597,979,426	5,597,979,426

At 31 March 2020

	Level 1 HK\$	Total balance HK\$
Assets		
Designated at fair value through profit or loss:		
- Collective investment scheme	3,932,400,498	3,932,400,498
	3,932,400,498	3,932,400,498

Hong Kong and China Equity Fund

At 31 March 2021

	Level 1 HK\$	Total balance HK\$
Assets		
Designated at fair value through profit or loss:		
- Collective investment scheme	5,283,114,529	5,283,114,529
	5,283,114,529	5,283,114,529

At 31 March 2020

	Level 1 HK\$	Total balance HK\$
Assets		
Designated at fair value through profit or loss:		
- Collective investment scheme	4,029,592,353	4,029,592,353
	4,029,592,353	4,029,592,353

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(g) Fair value estimation (Continued)

Asian Equity Fund

At 31 March 2021

Assets	Level 1 HK\$	Total balance HK\$
Designated at fair value through profit or loss:		
- Collective investment scheme	1,744,000,486	1,744,000,486
	<u>1,744,000,486</u>	<u>1,744,000,486</u>

At 31 March 2020

Assets	Level 1 HK\$	Level 2 HK\$	Total balance HK\$
Designated at fair value through profit or loss:			
- Collective investment scheme	1,035,030,188	-	1,035,030,188
- Forward foreign exchange contracts	-	36,581,321	36,581,321
	<u>1,035,030,188</u>	<u>36,581,321</u>	<u>1,071,611,509</u>

Invesco Hang Seng Index Tracking Fund

At 31 March 2021

Assets	Level 1 HK\$	Total balance HK\$
Designated at fair value through profit or loss:		
- Index-Tracking collective investment scheme	609,555,210	609,555,210
	<u>609,555,210</u>	<u>609,555,210</u>

At 31 March 2020

Assets	Level 1 HK\$	Total balance HK\$
Designated at fair value through profit or loss:		
- Index-Tracking collective investment scheme	494,863,650	494,863,650
	<u>494,863,650</u>	<u>494,863,650</u>

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(g) Fair value estimation (Continued)

Age 65 Plus Fund

At 31 March 2021

	Level 1 HK\$	Total balance HK\$
Assets		
Designated at fair value through profit or loss:		
- Collective investment schemes	247,039,328	247,039,328
	247,039,328	247,039,328

At 31 March 2020

	Level 1 HK\$	Total balance HK\$
Assets		
Designated at fair value through profit or loss:		
- Collective investment schemes	162,157,184	162,157,184
	162,157,184	162,157,184

Core Accumulation Fund

At 31 March 2021

	Level 1 HK\$	Total balance HK\$
Assets		
Designated at fair value through profit or loss:		
- Collective investment schemes	895,574,086	895,574,086
	895,574,086	895,574,086

At 31 March 2020

	Level 1 HK\$	Total balance HK\$
Assets		
Designated at fair value through profit or loss:		
- Collective investment schemes	528,519,926	528,519,926
	528,519,926	528,519,926

Investments whose values are based on quoted market prices in active markets, and therefore classified within level 1. The constituent funds do not adjust the quoted price for these instruments.

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within level 2.

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(g) Fair value estimation (Continued)

Investments classified within level 3 have significant unobservable inputs, as they trade infrequently. As of 31 March 2021 and 2020, the constituent funds did not hold any investments classified in level 3.

As at 31 March 2021 and 2020, there were no transfers between levels of investments held by the constituent funds.

The assets and liabilities of the constituent funds included in the statement of net assets other than financial assets and liabilities at fair value through profit or loss, are carried at amortised cost; their carrying values are a reasonable approximation of fair value. There are no other financial assets or liabilities not at fair value but for which fair value is disclosed.

(h) Financial instruments by category

Financial assets

Apart from financial assets at fair value through profit or loss as disclosed in the Statement of Net Assets Available for Benefits for the Scheme and Statement of Net Assets for the constituent funds which are classified as financial assets at fair value through profit or loss, all other financial assets as disclosed in the Statement of Net Assets Available for Benefits for the Scheme and Statement of Net Assets for the constituent funds, including amounts receivable on sale of financial assets at fair value through profit or loss, contributions receivable, interest receivables, accounts receivable on fund switching and bank balances and deposits are categorized as "loans and receivables".

Financial liabilities

All financial liabilities as disclosed in the Statement of Net Assets Available for Benefits for the Scheme and Statement of Net Assets for the constituent funds, including benefits payable, forfeitures payable, amounts payable on fund switching, amounts payable on redemptions, amounts payable on purchase of financial assets at fair value through profit or loss, accruals and other payables and net assets attributable to members are categorized as "other financial liabilities".

13 Capital risk management

Each constituent fund's capital is represented by the net assets attributable to members. Subscription and redemption of units during the year are shown in the Statement of Changes in Net Assets Attributable to Members/Statement of Changes in Equity of the respective constituent funds. The amount of net assets attributable to members can change significantly on a daily basis as the constituent funds are subject to daily subscriptions and redemptions at the discretion of members. The constituent funds' objective when managing capital is to safeguard the constituent funds' ability to continue as a going concern in order to provide retirement benefits to members and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the constituent funds.

In order to maintain or adjust the capital structure, the policy of the constituent funds is to perform the following:

- monitor the level of daily subscriptions and redemptions relative to the liquid assets;
- and
- redeem and issue units of the constituent funds in accordance with the Trust Deed of the Scheme.

The Trustee monitors capital on the basis of the value of net assets attributable to members.

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

14 Outstanding forward foreign exchange contracts

Outstanding forward foreign exchange contracts settled on a net basis as at year end as follows:

RMB Bond Fund

Contract to deliver	In exchange for	Settlement date	Unrealised gain/(loss) HK\$
<u>At 31 March 2021</u>			
Open contracts: CNY100,000,000	HK\$118,440,000	29 June 2021	1,004,500
			Total unrealised gain: <u>1,004,500</u>
<u>At 31 March 2020</u>			
Open contracts: CNY84,600,000	HK\$93,305,340	29 June 2020	951,835
			Total unrealised gain: <u>951,835</u>

Asian Equity Fund

Contract to deliver	In exchange for	Settlement date	Unrealised gain/(loss) HK\$
There are no outstanding forward foreign exchange contracts as at year ended 31 March 2021.			
<u>At 31 March 2020</u>			
Open contracts: AUD45,500,000	HK\$242,936,922	17 April 2020	25,371,969
KRW32,580,100,000	HK\$218,087,556	17 April 2020	11,209,352
			Total unrealised gain: <u>36,581,321</u>

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

15 Transactions with associates/related parties

The Scheme and its constituent funds had the following transactions with related parties, including the Trustee, the Investment Manager and their associates or delegates of the Investment Manager during the year ended 31 March 2021 and 2020. Associates or delegates of Investment Manager are those as defined in the Ordinance established by the MPFA.

Certain constituent funds invest directly in the units of other investment funds managed by the investment managers as disclosed in Note 8.

Except as disclosed in Note 5, Note 8 and below, the Scheme and its constituent funds did not have any transactions with related parties, including the Trustee, the Investment Manager and their associates or delegates during the year ended 31 March 2021 and 2020. All transactions were entered into in the ordinary course of business and on normal commercial terms.

During the year, transaction handling fees on purchases and sales of investments and transaction fees were charged to the constituent funds by the Trustee. Details are as follows:

Constituent funds	2021 HK\$	2020 HK\$
MPF Conservative Fund	6,210	7,705
Guaranteed Fund	39,157	40,060
Global Bond Fund	39,520	26,720
RMB Bond Fund	39,520	39,600
Capital Stable Fund	79,040	79,360
Balanced Fund	79,040	79,360
Growth Fund	39,520	39,680
Hong Kong and China Equity Fund	39,520	39,680
Asian Equity Fund	39,520	26,720
Invesco Hang Seng Index Tracking Fund	-	-
Age 65 Plus Fund	-	-
Core Accumulation Fund	-	-

As at 31 March 2021 and 2020, MPF Conservative Fund had cash deposits placed with and investments issued by the shareholders or associated entities of the Trustee with details shown as follows:

MPF Conservative Fund	2021 HK\$	2020 HK\$
Cash Deposits	705,920,475	471,755,550
Investments	470,340,766	395,421,521

Interest income earned by MPF Conservative Fund during the year and interest receivable of MPF Conservative Fund as at 31 March 2021 and 2020 from cash deposits issued by the shareholders or associated entities of the Trustee was as follows:

MPF Conservative Fund	2021 HK\$	2020 HK\$
Interest income	11,832,785	20,463,654
Interest receivable	424,732	1,835,566

During the year ended 31 March 2020, certain expenses of Age 65 Plus Fund, which Invesco Hong Kong Limited acts as the Investment Manager, were borne by the Invesco Hong Kong Limited amounting to HK\$15,437. There were no such expenses during the year ended 31 March 2021.

Notes to the Financial Statements (Continued)

16 Payments charged to default investments strategy ("DIS") constituent funds or scheme or members who invest the constituent funds

In accordance with the Mandatory Provident Fund legislation, the aggregate of the payments for services of the Age 65 Plus Fund and Core Accumulation Fund must not, in a single day, exceed a daily rate of 0.75% per annum of the net asset value of each of the Age 65 Plus Fund and Core Accumulation Fund divided by the number of days in the year.

The above aggregate of the payments for services include, but are not limited to, the fees paid or payable for the services provided by the Trustee, the Administrator, the Investment Manager, the Custodian and the Sponsor and/or promoter (if any) of each of the Age 65 Plus Fund and Core Accumulation Fund and its underlying investment fund(s), and any of the delegates from these parties and such fees are calculated as a percentage of the net asset value of each of the Age 65 Plus Fund and Core Accumulation Fund and its underlying investment fund(s), but do not include any out-of-pocket expenses incurred by each of the Age 65 Plus Fund and Core Accumulation Fund and their underlying investment fund(s).

In accordance with the Mandatory Provident Fund legislation, the total amount of all payments that are charged to or imposed on a DIS constituent fund or members who invest in a DIS constituent fund, for out-of-pocket expenses incurred by the Trustee on a recurrent basis in the discharge of the Trustee's duties to provide services in relation to a DIS constituent fund, shall not in a single year exceed 0.2% per annum of the net asset value (the sum of net asset value of the relevant DIS constituent fund as at the last dealing day of each month of the relevant period/year divided by the number of months) of each of the Age 65 Plus Fund and Core Accumulation Fund.

For this purpose, out-of-pocket expenses include, for example, annual audit expenses, printing or postage expenses relating to recurrent activities (such as issuing annual benefit statements), recurrent legal and professional expenses, safe custody charges which are customarily not calculated as a percentage of the net asset value and transaction costs incurred by a DIS constituent fund in connection with recurrent acquisition of investments for the DIS constituent fund (including, for example, costs incurred in acquiring underlying investment funds) and annual statutory expenses (such as compensation fund levy where relevant) of the DIS constituent fund.

Out-of-pocket expenses that are not incurred on a recurrent basis may still be charged to or imposed on a DIS constituent fund and such out-of-pocket expenses are not subject to the above statutory limit.

Payment for services, out-of-pocket expenses and other payment charged to the Age 65 Plus Fund and Core Accumulation Fund are disclosed below. Payments for services and out-of-pocket expenses are those defined in the MPF Ordinance.

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

16 Payments charged to default investments strategy ("DIS") constituent funds or scheme or members who invest the constituent funds (Continued)

For the year ended 31 March 2021

	Core Accumulation Fund ("DIS Fund")		Age 65 Plus Fund ("DIS Fund")	
	2021 HK\$	2020 HK\$	2021 HK\$	2020 HK\$
Payment for services				
- Investment management fee	2,561,922	1,645,672	793,187	434,778
- Trustee fee and administration fees	1,605,039	1,031,022	497,092	272,551
- Sponsor fee	722,533	464,144	223,989	122,911
Total payment for services of each DIS Fund	<u>4,889,494</u>	<u>3,140,838</u>	<u>1,514,268</u>	<u>830,240</u>
Total payment for services of each DIS Fund*	0.67%	0.67%	0.67%	0.67%
Proportionate of the underlying investment funds fee rate of the underlying investment funds of each DIS Fund**	<u>0.08%</u>	<u>0.08%</u>	<u>0.08%</u>	<u>0.08%</u>
Total Payment for Services expressed as a percentage of net asset value of the DIS funds	<u>0.75%</u>	<u>0.75%</u>	<u>0.75%</u>	<u>0.75%</u>
Out-of-pocket expenses				
- Safe custody and bank charges	570	631	175	160
- Auditor's remuneration	31,114	20,154	9,580	5,203
- Other expenses	121,196	80,403	38,661	20,979
Total out-of-pocket expenses	<u>152,880</u>	<u>101,188</u>	<u>48,416</u>	<u>26,342</u>
Other payments				
- Legal and professional fees (non-recurring)	5,448	10,242	1,662	2,641
Total other payments	<u>5,448</u>	<u>10,242</u>	<u>1,662</u>	<u>2,641</u>
Total payments of each DIS Fund	<u>5,047,822</u>	<u>3,252,268</u>	<u>1,564,346</u>	<u>859,223</u>
Out-of-pocket expenses expressed as a percentage of average net asset value as at the last dealing day of each month of the DIS Fund	<u>0.02%</u>	<u>0.02%</u>	<u>0.02%</u>	<u>0.02%</u>

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

16 Payments charged to default investments strategy ("DIS") constituent funds or scheme or members who invest the constituent funds (Continued)

* The payment for service fees of 0.67%, which represents daily payment for services of each DIS Fund as a percentage of daily NAV, is the maximum fee rate allowed to charge to each DIS Fund on a daily basis.

** The proportionate of the underlying investment fund fee rate paid to the specified person as disclosed in the Brochure of the underlying investment funds.

17 Reconciliation of movement in liabilities arising from financing activities

The Scheme

	Benefits payable	Forfeitures payable
	HK\$	HK\$
Beginning balance as at 31 March 2020	55,161,497	32,622,601
Charged to Statement of Changes in Net Assets Available for Benefits	1,905,806,819	18,319,737
Cash outflow	<u>(1,790,500,425)</u>	<u>(21,733,479)</u>
Ending balance as at 31 March 2021	<u>170,467,891</u>	<u>29,208,859</u>

	Benefits payable	Forfeitures payable
	HK\$	HK\$
Beginning balance as at 31 March 2019	56,097,703	28,031,474
Charged to Statement of Changes in Net Assets Available for Benefits	1,122,881,846	21,232,149
Cash outflow	<u>(1,123,818,052)</u>	<u>(16,641,022)</u>
Ending balance as at 31 March 2020	<u>55,161,497</u>	<u>32,622,601</u>

18 Soft commission arrangements

During the year ended 31 March 2021, the Investment Manager and its associates did not enter into any soft commission arrangements with brokers in relation to dealings in the assets of the Scheme and its constituent funds (2020: Nil).

19 Security lending arrangements

During the year ended 31 March 2021, the Scheme and its constituent funds did not enter into any security lending arrangements (2020: Nil).

20 Negotiability of assets

As at 31 March 2021, there was no statutory or contractual requirement restricting the negotiability of the assets of the Scheme and its constituent funds (2020: Nil).

21 Commitments

The Scheme and its constituent funds had no commitments as at 31 March 2021 (2020: Nil).

Notes to the Financial Statements (Continued)

22 Contingent liabilities

The Scheme and its constituent funds had no contingent liabilities as at 31 March 2021 (2020: Nil).

23 Marketing expenses

There have been no advertising expenses, promotional expenses or commissions or brokerage fees paid and payable to the MPF intermediaries deducted from the Scheme or its constituent funds during the year ended 31 March 2021 (2020: Nil).

24 Deferred expenses

In accordance with section 37 of the General Regulation, administrative expenses for the MPF Conservative Fund which have not been deducted in the respective months may be deducted in the following twelve months after deducting the administrative expenses applicable to that following month. As at 31 March 2021, the deferred administrative expenses inclusive of investment management fee, trustee and administration fees and sponsor fee amounted to HK\$665,550, HK\$1,207,973 and HK\$332,775 respectively (2020: Nil) were not recognised in the Statement of Comprehensive Income.

25 Approval of financial statements

The financial statements were approved by the Trustee on 10 September 2021.

INVESCO STRATEGIC MPF SCHEME
INDEPENDENT AUDITOR'S ASSURANCE REPORT
FOR THE YEAR ENDED
31 MARCH 2021

INDEPENDENT AUDITOR'S ASSURANCE REPORT TO THE TRUSTEE OF INVESCO STRATEGIC MPF SCHEME (THE "SCHEME")

We have audited the financial statements of the Scheme and each of its constituent funds, MPF Conservative Fund, Guaranteed Fund, Global Bond Fund, RMB Bond Fund, Capital Stable Fund, Balanced Fund, Growth Fund, Hong Kong and China Equity Fund, Asian Equity Fund, Invesco Hang Seng Index Tracking Fund, Age 65 Plus Fund and Core Accumulation Fund (hereafter referred to as the "Scheme") for the year ended 31 March 2021 in accordance with Hong Kong Standards on Auditing and with reference to Practice Note 860.1 (Revised) "The Audit of Retirement Schemes" issued by the Hong Kong Institute of Certified Public Accountants (the "HKICPA"), and have issued an unqualified auditor's report thereon dated 10 September 2021.

Pursuant to section 102 of the Hong Kong Mandatory Provident Fund Schemes (General) Regulation (the "General Regulation"), we are required to report whether the Scheme complied with certain requirements of the Hong Kong Mandatory Provident Fund Schemes Ordinance (the "Ordinance") and the General Regulation.

Trustee's Responsibility

The General Regulation requires the Trustee to ensure that:

- (a) proper accounting and other records are kept in respect of the constituent funds of the Scheme, the Scheme assets and all financial transactions entered into in relation to the Scheme;
- (b) the requirements specified in the guidelines made by the Mandatory Provident Fund Schemes Authority (the "MPFA") under section 28 of the Ordinance with respect to forbidden investment practices and the requirements of sections 37(2), 51 and 52 and Part X of, and Schedule 1 to, the General Regulation are complied with;
- (c) the requirements under sections 34DB(1)(a), (b), (c) and (d), 34DC(1), 34DD(1) and (4) of the Ordinance are complied with; and
- (d) the Scheme assets are not subject to any encumbrance, otherwise than as permitted by the General Regulation.

Our Independence and Quality Control

We have complied with the independence and other ethical requirements of the Code of Ethics for Professional Accountants issued by the HKICPA, which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behavior.

Our firm applies Hong Kong Standard on Quality Control 1 issued by the HKICPA and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Auditor's Responsibility

Our responsibility is to report solely to the Trustee, in accordance with section 102 of the General Regulation, on the Scheme's compliance with the above requirements based on the results of the procedures performed by us, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

INDEPENDENT AUDITOR'S ASSURANCE REPORT TO THE TRUSTEE OF INVESCO STRATEGIC MPF SCHEME (THE "SCHEME") (CONTINUED)

Auditor's Responsibility (Continued)

We conducted our engagement in accordance with Hong Kong Standard on Assurance Engagements 3000 (Revised), "Assurance Engagements Other Than Audits or Reviews of Historical Financial Information" and with reference to Practice Note 860.1, (Revised) "The Audit of Retirement Schemes" issued by the HKICPA. We have planned and performed our work to obtain reasonable assurance on whether the Scheme has complied with the above requirements.

We have planned and performed such procedures as we considered necessary with reference to the procedures recommended in Practice Note 860.1 (Revised), which included reviewing, on a test basis, evidence obtained from the Trustee regarding the Scheme's compliance with the above requirements.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Opinion

Based on the foregoing:

- (a) in our opinion:
- (i) proper accounting and other records have been kept during the year ended 31 March 2021 in respect of the constituent funds of the Scheme, the Scheme assets and all financial transactions entered into in relation to the Scheme; and
 - (ii) the requirements specified in the guidelines made by the MPFA under section 28 of the Ordinance with respect to forbidden investment practices and the requirements of sections 37(2), 51 and 52 and Part X of, and Schedule 1 to, the General Regulation have been complied with, in all material respects, as at 31 March 2021, 30 November 2020 and 30 June 2020; and
 - (iii) the requirements specified in the Ordinance under sections 34DB(1)(a), (b), (c) and (d), 34DC(1) and 34DD(1) and (4)(a) with respect to the investment of accrued benefits and control of payment for services relating to the Core Accumulation Fund and the Age 65 Plus Fund have been complied with, in all material respects, as at 31 March 2021, 30 November 2020 and 30 June 2020; and
 - (iv) the requirements specified in section 34DD(4)(b) of the Ordinance with respect to the controls of out-of-pocket expenses of the Core Accumulation Fund and the Age 65 Plus Fund have been complied with, in all material respects, as at 31 March 2021.
- (b) as at 31 March 2021, the Scheme assets were not subject to any encumbrance, otherwise than as permitted by the General Regulation.

**INDEPENDENT AUDITOR'S ASSURANCE REPORT TO THE
TRUSTEE OF INVESCO STRATEGIC MPF SCHEME (THE
"SCHEME")
(CONTINUED)**

Other Matter

The requirements specified in the Ordinance under sections 34DI(1) and (2) and 34DK(2) with respect to the transfer of accrued benefits to an account and specified notice, and 34DJ(2), (3), (4) and (5) with respect to locating scheme members relating to the Core Accumulation Fund and the Age 65 Plus Fund are not applicable to the Trustee during the year ended 31 March 2021 as the Trustee has completed the relevant transitional provisions, and the default investment arrangement of the Scheme prior to 1 April 2017 was not guaranteed funds. Accordingly, there is no reporting on these sections.

Intended Users and Purpose

This report is intended solely for submission by the Trustee to the MPFA pursuant to section 102 of the General Regulation, and is not intended to be, and should not be, used by anyone for any other purpose.



PricewaterhouseCoopers
Certified Public Accountants

Hong Kong, 10 September 2021