



Invesco Strategic MPF Scheme Reports and Financial Statements

For the year ended 31 March 2023

Invesco Strategic MPF Scheme

Contents

| | |
|---------------|----|
| Scheme Report | 01 |
|---------------|----|

| | |
|------------------|----|
| Manager's Report | 06 |
|------------------|----|

| | |
|-------------------|----|
| Investment Report | 08 |
|-------------------|----|

| | |
|---|----|
| Independent Auditor's Report to the Trustee | 82 |
|---|----|

Financial Statements

| | |
|--------|----|
| Scheme | 85 |
|--------|----|

| | |
|-----------------------|----|
| MPF Conservative Fund | 89 |
|-----------------------|----|

| | |
|-----------------|----|
| Guaranteed Fund | 93 |
|-----------------|----|

| | |
|------------------|----|
| Global Bond Fund | 97 |
|------------------|----|

| | |
|---------------|-----|
| RMB Bond Fund | 101 |
|---------------|-----|

| | |
|---------------------|-----|
| Capital Stable Fund | 105 |
|---------------------|-----|

| | |
|---------------|-----|
| Balanced Fund | 109 |
|---------------|-----|

| | |
|-------------|-----|
| Growth Fund | 113 |
|-------------|-----|

| | |
|---------------------------------|-----|
| Hong Kong and China Equity Fund | 117 |
|---------------------------------|-----|

| | |
|-------------------|-----|
| Asian Equity Fund | 121 |
|-------------------|-----|

| | |
|---------------------------------------|-----|
| Invesco Hang Seng Index Tracking Fund | 125 |
|---------------------------------------|-----|

| | |
|------------------|-----|
| Age 65 Plus Fund | 129 |
|------------------|-----|

| | |
|------------------------|-----|
| Core Accumulation Fund | 133 |
|------------------------|-----|

| | |
|-----------------------------------|-----|
| Notes to the Financial Statements | 137 |
|-----------------------------------|-----|

Invesco Strategic MPF Scheme

Scheme Report

FOR THE YEAR ENDED 31 MARCH 2023

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 45/F, Jardine House 1 Connaught Place Central, Hong Kong (formerly: 41/F, Champion Tower Three Garden Road, Central Hong Kong) INVEStCall Member Hotline : 2842 7878 INVEStNet : 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 2023

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\$1,483.0 billion (2022: US\$1,555.9 billion) under management worldwide as at 31 March 2023. 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 Dah Sing Bank, Limited 26/F, Dah Sing Financial Centre 248 Queen's Road East, Wanchai Hong Kong |

Invesco Strategic MPF Scheme

Scheme Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Operating Parties (Continued)

| | |
|--|---|
| Mr. Wang Pak Ling Gary (Alternate Director to Mr. Wong Hon Hing) (Ceased/Resigned on 4 July 2023) | 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 |
| Mr. Leung Kin Shing Victor (Alternate Director to Mr. Wong Hon Hing) (Appointed on 4 July 2023) | Team Head, MPF Marketing Dah Sing Bank, Limited Unit 05-06A, 17/F, Island Place Tower 510 King's Road, North Point 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 |
| Ms. Au-Yeung Lai Ling Ivy | Chief Executive OCBC Bank (Hong Kong) Limited (formerly: OCBC Wing Hang Bank Limited) 5/F, 161 Queen's Road Central Hong Kong |
| Mr. Tan You Leong (Alternate Director to Ms. Au-Yeung Lai Ling Ivy) | Alternate Chief Executive & Chief Risk Officer, Greater China OCBC Bank (Hong Kong) Limited 17/F, 9 Queen's Road Central Hong Kong (formerly: 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 |

Invesco Strategic MPF Scheme

Scheme Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Operating Parties (Continued)

| | |
|---|--|
| Mr. Hui Cheong Ming (Alternate Director to Mr. Woo Lap Hoi) | Deputy Head of Wealth Product Department CMB Wing Lung Bank Limited 1/F, CMB Wing Lung Bank Building 45 Des Voeux Road Central Hong Kong |
| Ms. Lau Ka Shi, Betsy (Ceased / Resigned on 1 June 2022) | Managing Director & CEO Bank Consortium Trust Company Limited 18/F, Cosco Tower 183 Queen's Road Central Hong Kong |
| Ms. Lee Mei Yi (Appointed on 1 June 2022) | 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 2023

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\$1,843,305,799 (2022: HK\$2,073,351,286) and HK\$1,352,349,342 (2022: HK\$2,761,930,349) respectively. The net asset value of the Scheme as of 31 March 2023 was HK\$20,506,714,869 (2022: HK\$21,299,268,533).

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) Change of manager of Tracker Fund of Hong Kong ("TraHK"), the underlying Index-Tracking Collective Investment Scheme of Invesco Hang Seng Index Tracking Fund effective from 19 September 2022.
- (2) Reduction of management fee and trustee fee of TraHK effective from 19 September 2022.
- (3) Other enhancements and miscellaneous updates: enhance of disclosures to reflect that the Investment Manager and any of its connected or associated persons may also enter into commission sharing arrangements with brokers or dealers; updates to reflect that the Investment Manager is licensed to carry out dealing in future contracts (Type 2) regulated activity; and other editorial updates.
- (4) Clarification on the fund descriptor and investment focus of each of the Balanced Fund and the Capital Stable Fund effective from 15 February 2023.
- (5) The Scheme currently offers the Default Investment Strategy and 14 Constituent Funds, comprising the following fund types: equity fund (including index-tracking fund), bond fund, money market fund, guaranteed fund and mixed asset fund effective from 9 June 2023.
- (6) Change of Sponsor: Invesco Hong Kong Limited ("Invesco") has entered into an agreement with BCT Financial Limited ("BCTF") whereby, with effect from 1 November 2023 (the "Effective Date"), Invesco will cease to be the Sponsor of the Master Trust and BCTF will assume the role of Sponsor of the Master Trust (the "Transaction"). Completion of the Transaction is subject to certain conditions and the Transaction and the related changes will only take effect from the Effective Date after all conditions of the Transaction are satisfied.
- (7) Termination of Guaranteed Fund effective from 30 November 2023.

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

Manager's Report

FOR THE YEAR ENDED 31 MARCH 2023

Performance Review

Market performance summary of global equity markets: Global equity markets posted negative return over review period. Correction was broad-based, with Asia ex Japan (ex HK and China) leading the decline. HK and China equities extended weakness throughout 3rd and early 4th quarter amidst geopolitical concern and visibility over zero COVID policy. Markets rebounded since, with market lifted by reversal of China's COVID policy, and moderating inflation that signalled US may be at advanced stage of interest rate tightening cycle. In terms of style, it has been another year where value/cyclical sectors have extended its market leadership from growth stocks, although we are seeing early signs of style reversal towards end of review period, particularly in the US.

US equities: US equity markets corrected during the review period, amidst market concern over weakening corporate earnings following sharp increase in credit cost, and possibility of a mild recession ahead.

European equities: European equities were the only region posting mild positive return for the period, as market digested the impact of Ukraine-Russia conflict. Value and cyclical sectors that are more economically-sensitive extended leadership over growth stocks.

Japanese equities: Japanese equities posted negative return in HKD terms, with loss largely from a weaker Japanese yen as US interest rates spiked sharply. Japanese equities in local currencies were relatively resilient, with corporates with export exposure likely to benefit from a weaker currency.

China and Hong Kong equities: China and HK equities posted extended weakness for the review period as Chinese equities were out of favor due to regulatory headwinds and geopolitical tension, but staged a sharp rally since November due to visibility towards removal of zero COVID policy in China.

Asia Pacific (ex Japan, Hong Kong and China) equities: Asian equity markets (ex HK and China) were weaker for the review period. North Asia markets, including Korea and Taiwan markets, underperformed its regional peers due to concern over slowing export amidst moderating growth in developed economies. ASEAN (Association of Southeast Asian Nations) markets were broadly more resilient amidst optimism towards relaxing travel restrictions.

Global bonds: Global bond yields continued to climb over the reporting period with Federal Reserve (the "FED") and central banks extending its monetary tightening with sharp rally in rates. There is early sign of US inflation levelling off but remains in question if interest rate hike will come to a pause as it will likely to be data dependent.

Invesco Strategic MPF Scheme

Manager's Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Portfolio Strategy and Market outlook

Portfolio strategy: As global economies and activities normalized in a post COVID world, the market is observing the impact of higher interest rates on corporate earnings in developed markets. US growth is moderating. Inflation has peaked but will likely remain elevated for most of 2023. FED rate hikes may pause soon, with consensus now pricing in possibility of a rate cut in latter part of 2023 based on FED's latest guidance. We have taken a more balanced approach across asset class. The recent banking crisis in the US has led to a spike in market volatility and raised concern of an imminent economic slowdown. Against this backdrop, we remain relatively cautious, with the view that a global recession, albeit a mild one, may happen in late 2023 or early 2024.

US equities: We remain more cautious in US equities. Whilst economy remains robust, we may have yet to see the full impact of higher interest rate and elevated inflation to corporate earnings.

European equities: Within developed markets, we have a relatively constructive view towards European equities with less headwinds from interest rate hikes versus the US. European equities remained at a discount to US equities and should see earning re-rating from normalized economic activities.

Japanese equities: Japanese equities are trading at reasonable valuation, but we need to monitor the impact on corporate earnings from a potential tightening by the Bank of Japan which may lead to higher Japanese government bond yields and a stronger Japanese yen.

China and Hong Kong equities: HK and China equity are attractive based on valuation. China's Q1 GDP growth was better than expected, supported by pent-up demand upon reopening. However, we see limited visibility on long-term growth drivers given US-China tensions, subdued exports, and corporate deleveraging resulting in a slowdown in private investments.

Asia Pacific (ex Japan, Hong Kong and China) equities: Asia ex Japan equities may benefit from the tailwind of the US dollar peaking. We prefer North Asia markets including Taiwan and Korea on the back of export recovery.

Global bonds: With the sharp rally in yields, fixed income is increasingly attractive from a total return perspective. There is growing consensus that we are at advanced stage, if not the end of the tightening cycle in the US with market pricing in possibility of rate cut towards end of calendar year.

Invesco Hong Kong Limited
Hong Kong, 19 September 2023

Invesco Strategic MPF Scheme

Investment Report

FOR THE YEAR ENDED 31 MARCH 2023

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 Invesco Hang Seng Index Tracking 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 Scheme (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 and within 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 may invest in debt securities traded on the China interbank bond market through the Bond Connect (and/or such other means as permitted by the relevant regulations from time to time) but 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 2023

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: To invest up to 100% of its net asset value in Asian (excluding Japanese) equities (through investment in an APIF).

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Investment Policies (Continued)

Invesco Hang Seng Index Tracking Fund:

(With effect from 19 September 2022) 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 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.

The Hang Seng Index measures the performance of the 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 refer to the "Further Information on the Hang Seng Index" section of this 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.

(Up to 19 September 2022) 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.

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.

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Investment Policies (Continued)

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 2023

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 2023

| 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 | 1.29 | 0.88 | 0.60 | 0.89 |
| - Class H | 1.29 | 0.88 | 0.60 | 0.89 |
| <i>Launch date: 29/01/2001 - Class A</i> | | | | |
| <i>Launch date: 12/02/2001 - Class H</i> | | | | |
| Performance Target | | | | |
| - Class A | 0.24 | 0.08 | 0.04 | 0.36 |
| - Class H | 0.24 | 0.08 | 0.04 | 0.36 |
| Deviation from the performance target | | | | |
| - Class A | 1.05 | 0.80 | 0.56 | 0.53 |
| - Class H | 1.05 | 0.80 | 0.56 | 0.53 |
| Trustee's commentary | | | | |
| <p>According to the Investment Manager, 1-year performance in respect of the financial period ended 31 March 2023 was higher than its benchmark. This was mainly due to higher HKD rates. The fund took advantage of the higher short-end HKD rates and maintained a relatively long weighted average maturity for the portfolio to boost up the portfolio yield and delivered decent net return.</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 | (4.76) | (0.24) | 0.15 | 0.87 |
| <i>Launch date: 29/01/2001</i> | | | | |
| Performance Target | | | | |
| - Class G | 0.24 | 0.08 | 0.04 | 0.36 |
| Deviation from the performance target | | | | |
| - Class G | (5.00) | (0.32) | 0.11 | 0.51 |
| Trustee's commentary | | | | |
| <p>Market value returns are shown in the above. The deviation of 1 year performance in respect of the financial period ended 31 March 2023 was mainly due to a slew of adverse geopolitical and macro developments, alongside with elevated inflation and recession concerns. Asian, US and European equity, which took up with around 12% in the fund's allocation, weighed on the past 1 year performance after experienced one of the worst year in history amid significant volatility across the market in 2022 2nd half; while cash and money market fund were maintained at a decent level of around 5% to offer more downside protection. 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> | | | | |
| * Benchmark: MPF Prescribed Savings Rate | | | | |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

| | Annualized return (in terms of %) | | | |
|--|-----------------------------------|--------------|---------------|--------------|
| | Last 1 year | Last 5 years | Last 10 years | Since Launch |
| Global Bond Fund | | | | |
| - Class A | (4.87) | (0.75) | 0.30 | 1.92 |
| - Class H | (4.76) | (0.63) | 0.42 | 2.05 |
| <i>Launch date: 05/03/2003</i> | | | | |
| Performance Target | | | | |
| - Class A | (6.00) | (0.52) | 0.63 | 2.85 |
| - Class H | (6.00) | (0.52) | 0.63 | 2.85 |
| Deviation from the performance target | | | | |
| - Class A | 1.13 | (0.23) | (0.33) | (0.93) |
| - Class H | 1.24 | (0.11) | (0.21) | (0.80) |
| Trustee's commentary | | | | |
| According to the Investment Manager, the contribution to performance from active management decisions on the Global Bond Fund was strongly positive over the year to end March 2023. | | | | |
| *Benchmark: 70% Barclays Capital Global Aggregate + 30% Markit iBoxx ALBI Hong Kong | | | | |
| | Annualized return (in terms of %) | | | |
| | Last 1 year | Last 5 years | Last 10 years | Since Launch |
| RMB Bond Fund | | | | |
| - Class A | (2.46) | 0.86 | 0.29 | 0.23 |
| - Class H | (2.34) | 0.99 | 0.41 | 0.35 |
| <i>Launch date: 05/03/2013 - Class A</i> | | | | |
| <i>Launch date: 06/03/2013 - Class H</i> | | | | |
| Performance Target | | | | |
| - Class A | (4.45) | 2.20 | 2.25 | 2.33 |
| - Class H | (4.45) | 2.20 | 2.25 | 2.32 |
| Deviation from the performance target | | | | |
| - Class A | 1.99 | (1.34) | (1.96) | (2.10) |
| - Class H | 2.11 | (1.21) | (1.84) | (1.97) |
| Trustee's commentary | | | | |
| According to the Investment Manager, 1-year performance in respect of the financial period ended 31 March 2023 was higher than its benchmark. It was mainly due to the difference in currency hedge positions. CNH/HKD depreciated 7.36% last year, and the fund has 35% HKD hedge. The fund aimed to maximize the portfolio yield through increased allocation in credit bonds as we continued to believe yield carry is the biggest performance driver. The fund duration was managed dynamically. | | | | |
| *Benchmark: Markit iBoxx ALBI China Offshore Non-Government Investment Grade | | | | |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

| | Annualized return (in terms of %) | | | |
|---|-----------------------------------|--------------|---------------|--------------|
| | Last 1 year | Last 5 years | Last 10 years | Since Launch |
| Capital Stable Fund | | | | |
| - Class A | (5.12) | (0.45) | 1.54 | 3.20 |
| - Class H | (5.01) | (0.34) | 1.66 | 3.38 |
| <i>Launch date: 29/01/2001 - Class A</i> <i>Launch date: 12/02/2001 - Class H</i> | | | | |
| Performance Target | | | | |
| - Class A | (5.12) | 0.74 | 2.43 | 4.54 |
| - Class H | (5.12) | 0.74 | 2.43 | 4.64 |
| Deviation from the performance target | | | | |
| - Class A | - | (1.19) | (0.89) | (1.34) |
| - Class H | 0.11 | (1.08) | (0.77) | (1.26) |
| Trustee's commentary | | | | |
| <p>According to the Investment Manager, deviation of 1-year performance in respect of the financial period ended 31 March 2023 was mainly due to favorable security selection from fixed income portion while stock selection has been detracted marginally, mainly originated from HK-China and Asia. Asset Allocation contributed marginally to return as cash portion acted as cushion against market volatility 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 | (5.43) | (0.31) | 2.98 | 3.72 |
| - Class H | (5.32) | (0.19) | 3.10 | 3.99 |
| <i>Launch date: 29/01/2001 - Class A</i> <i>Launch date: 12/02/2001 - Class H</i> | | | | |
| Performance Target | | | | |
| - Class A | (4.25) | 2.14 | 4.62 | 5.60 |
| - Class H | (4.25) | 2.14 | 4.62 | 5.83 |
| Deviation from the performance target | | | | |
| - Class A | (1.18) | (2.45) | (1.64) | (1.88) |
| - Class H | (1.07) | (2.33) | (1.52) | (1.84) |
| Trustee's commentary | | | | |
| <p>According to the Investment Manager, deviation of 1-year performance in respect of the financial period ended 31 March 2023 was mainly due to negative contribution from both stock selection in HK-China and Asia, however favorable security selection from fixed income has offset to a certain degree. Asset allocation has contributed reasonably to return as cash portion acted as cushion against market volatility during this review 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 2023

| | Annualized return (in terms of %) | | | |
|--|-----------------------------------|--------------|---------------|--------------|
| | Last 1 year | Last 5 years | Last 10 years | Since Launch |
| Growth Fund | | | | |
| - Class A | (5.73) | (0.18) | 3.94 | 4.04 |
| - Class H | (5.61) | (0.06) | 4.07 | 4.25 |
| <i>Launch date: 28/12/2000 - Class A</i> <i>Launch date: 12/02/2001 - Class H</i> | | | | |
| Performance Target | | | | |
| - Class A | (3.56) | 3.10 | 6.17 | 6.31 |
| - Class H | (3.56) | 3.10 | 6.17 | 6.48 |
| Deviation from the performance target | | | | |
| - Class A | (2.17) | (3.28) | (2.23) | (2.27) |
| - Class H | (2.05) | (3.16) | (2.10) | (2.23) |
| Trustee's commentary | | | | |
| <p>According to the Investment Manager, deviation of 1-year performance in respect of the financial period ended 31 March 2023 was mainly due to negative contribution from selection effect in HK-China, Asia and Japan as well, furthermore asset allocation was also contributed negatively even though cash portion acted as cushion against market volatility during this review period.</p> | | | | |
| <p>*Benchmark: 30% FTSE MPF HK + 13% Custom MPF Asia ex JP ex HK CN + 20% FTSE MPF Europe + 12% FTSE MPF Japan + 20% FTSE MPF NA + 5% MPF Prescribed Savings Rate</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 | (7.63) | (6.31) | 0.78 | 6.36 |
| - Class H | (7.51) | (6.19) | 0.90 | 6.34 |
| <i>Launch date: 05/03/2003 - Class A</i> <i>Launch date: 03/03/2003 - Class H</i> | | | | |
| Performance Target | | | | |
| - Class A | (5.63) | (3.79) | 2.64 | 8.70 |
| - Class H | (5.63) | (3.79) | 2.64 | 8.70 |
| Deviation from the performance target | | | | |
| - Class A | (2.00) | (2.52) | (1.86) | (2.34) |
| - Class H | (1.88) | (2.40) | (1.74) | (2.36) |
| 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 2023 was mainly due to unfavorable security selection. Selection in consumer discretionary sector weighed on relative performance, due to weakness in selected ecommerce and auto names. Financials selection also subtracted value, where the fund is broadly underweight in large cap banks which proved to be more resilient during a turbulent year.</p> | | | | |
| <p>*Benchmark: FTSE MPF HK</p> | | | | |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

| | Annualized return (in terms of %) | | | |
|--|-----------------------------------|--------------|---------------|--------------|
| | Last 1 year | Last 5 years | Last 10 years | Since Launch |
| Asian Equity Fund | | | | |
| - Class A | (12.72) | (2.05) | 1.27 | 0.48 |
| - Class H | (12.62) | (1.94) | 1.38 | 0.44 |
| <i>Launch date: 28/09/2007 - Class A</i> <i>Launch date: 03/10/2007 - Class H</i> | | | | |
| Performance Target | | | | |
| - Class A | (9.19) | 1.66 | 3.69 | 2.79 |
| - Class H | (9.19) | 1.66 | 3.69 | 2.62 |
| Deviation from the performance target | | | | |
| - Class A | (3.53) | (3.71) | (2.42) | (2.31) |
| - Class H | (3.43) | (3.60) | (2.31) | (2.18) |
| 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 2023 was primarily due to selection weakness in selected markets, including Korea, Taiwan and Singapore. Over the period, Korean internet and selected Taiwan listed OEM hardware component names experienced sizable correction. At sector level, our overweight in I.T. sector, and underweight in more defensive consumer staples, weighed on relative performance.</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 | (5.16) | (5.34) | - | (0.01) |
| - Class H | (5.13) | (5.30) | - | 0.04 |
| <i>Launch date: 31/07/2014</i> | | | | |
| Performance Target | | | | |
| - Class A | (4.22) | (4.58) | - | 0.92 |
| - Class H | (4.22) | (4.58) | - | 0.92 |
| Deviation from the performance target | | | | |
| - Class A | (0.94) | (0.76) | - | (0.93) |
| - Class H | (0.91) | (0.72) | - | (0.88) |
| Trustee's commentary | | | | |
| <p>According to the Investment Manager, deviation of 1-year performance in respect of the financial period ended 31 March 2023. The 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 2023

| | Annualized return (in terms of %) | | | |
|---|-----------------------------------|--------------|---------------|--------------|
| | Last 1 year | Last 5 years | Last 10 years | Since Launch |
| Age 65 Plus Fund | | | | |
| - Class A | (6.58) | 0.87 | - | 1.25 |
| - Class H | (6.58) | 0.87 | - | 1.25 |
| <i>Launch date: 01/04/2017</i> | | | | |
| Performance Target | | | | |
| - Class A | (6.41) | 1.66 | - | 2.15 |
| - Class H | (6.41) | 1.66 | - | 2.15 |
| Deviation from the performance target | | | | |
| - Class A | (0.17) | (0.79) | - | (0.90) |
| - Class H | (0.17) | (0.79) | - | (0.90) |
| Trustee's commentary | | | | |
| <p>According to the Investment Manager, deviation of 1-year performance in respect of the financial period ended 31 March 2023 was mainly due to significant allocation to fixed income instruments, i.e., 80%, as well as limited cash portion as buffer to offset market volatility. Despite majority allocation to bonds, return from fixed income markets was very negative for the year and security selection effect was not sufficient enough to offset negative impact.</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 | (6.77) | 3.55 | - | 4.53 |
| - Class H | (6.77) | 3.55 | - | 4.53 |
| <i>Launch date: 01/04/2017</i> | | | | |
| Performance Target | | | | |
| - Class A | (6.40) | 4.65 | - | 5.58 |
| - Class H | (6.40) | 4.65 | - | 5.58 |
| Deviation from the performance target | | | | |
| - Class A | (0.37) | (1.10) | - | (1.05) |
| - Class H | (0.37) | (1.10) | - | (1.05) |
| Trustee's commentary | | | | |
| <p>According to the Investment Manager, deviation of 1-year performance in respect of the financial period ended 31 March 2023 was mainly due to similar market volatility across both equities and fixed income markets. As 40% allocation to bonds would normally can offset adverse market impact from equity. However, as interest rate was rising, which impact both equities and bonds so security selection effect was not sufficient to offset allocation effect.</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 2023

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 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.

In view of upcoming termination of the Guaranteed Fund in Q4 2023 and also in the interests of scheme members, the investment manager of underlying fund of the insurance policy invested by the Guaranteed Fund planned to reduce the portfolio risk by (i) reducing the equity exposure; (ii) shortening fixed income duration by gradually moving investment exposure originally from HKD/USD bonds to shorter duration HKD bonds; and (iii) improving liquidity by holding cash; notwithstanding that, due to different features of guaranteed funds, direct comparison of the market returns (and/or against performance targets) of guaranteed funds may not be appropriate.

Set out below is a high-level summary of actions/measures of the Investment Manager/Sponsor/Trustee in response to the underperformance issues of the some of the relevant funds for the financial period ended 31 March 2023.

For the Balanced Fund, Growth Fund, Hong Kong and China Equity Fund, Asian Equity Fund, Age 65 Plus Fund and Core Accumulation Fund, whilst they still underperformed the respective performance targets for the 1-year return as of 31 March 2023, their performance had significantly improved by narrowing down the gap with respective targets (as compared to that of the previous financial period ended 31 March 2022). The year-to-date performance (as of 31 March 2023) in respect of the Balanced Fund, Asian Equity Fund and Invesco Hang Seng Index Tracking Fund had also outperformed the market-median. These, to some extent, indicated that the actions (taken in the past and disclosed in the previous financial reports) started proving effective. With a view to further enhancing the fund performance, additional measures have been introduced/implemented by the investment manager including:

Growth Fund

- (i) To consider recruiting an industry veteran as the new portfolio manager;
- (ii) To consider separating management of portfolio team with dedicated resources covering HK-China and Asia fund; and
- (iii) To consider looking into the option of diversifying investment style of Japan team.

Hong Kong and China Equity Fund

- (i) To consider redefining risk limit and further diversify portfolio holdings;
- (ii) To consider enhancing overall research process and refine investment approach; and
- (iii) To designate the Chief Investment Officer as the lead manager

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

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 (Continued)

Asian Equity Fund

- (i) To consider redefining risk limit and further diversify portfolio holdings;
- (ii) To consider adding resources to the Asia ex Japan team; and
- (iii) To consider enhancing asset allocation tools and refine stock selection process.

For Invesco Hang Seng Index Tracking Fund, the investment manager had enhanced its execution approach so that dealing in the underlying ITCIS (namely Tracker Fund of Hong Kong) could be executed close to the market close to minimize the tracking error.

For Age 65 Plus Fund, cash allocation was not explicit for Age 65 Plus Fund, however the investment manager realized the difference relative to benchmark may cause a peer ranking deficiency overtime, they were planning to re-introduce cash portion back to the fund when market volatility reduced in late 2023 or early 2024.

For Core Accumulation Fund, similar issue with Age 65 Plus Fund, cash allocation was not explicit included, so when both equities and bonds performed poorly, the fund did not have cushion to defend. The investment manager were planning to re-introduce cash portion back to the fund when market volatility reduced in late 2023 or early 2024.

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Investment Income and Performance

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 |

For the year ended 31 March 2022

| | Net income/(loss) excluding capital appreciation/(depreciation) HK\$ | Net appreciation/(depreciation) of investments - realised and unrealised HK\$ |
|---------------------------------------|--|---|
| MPF Conservative Fund | 151,572 | (126,070) |
| Guaranteed Fund | (16,777,624) | (29,699,149) |
| Global Bond Fund | (12,519,915) | (43,949,781) |
| RMB Bond Fund | (3,509,658) | 11,464,438 |
| Capital Stable Fund | (19,833,177) | (106,096,044) |
| Balanced Fund | (31,216,596) | (249,874,915) |
| Growth Fund | (56,283,661) | (535,239,680) |
| Hong Kong and China Equity Fund | (48,270,930) | (1,503,858,726) |
| Asian Equity Fund | (16,747,407) | (295,218,497) |
| Invesco Hang Seng Index Tracking Fund | 11,162,331 | (150,087,292) |
| Age 65 Plus Fund | (1,834,426) | (6,849,456) |
| Core Accumulation Fund | (7,061,797) | 27,826,347 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Investment Income and Performance (Continued)

For the year ended 31 March 2023

| | Net income/(loss) excluding capital appreciation/(depreciation) HK\$ | Net appreciation/(depreciation) of investments - realised and unrealised HK\$ |
|---------------------------------------|--|---|
| MPF Conservative Fund | 23,636,228 | 7,831,097 |
| Guaranteed Fund | (14,488,319) | (35,885,143) |
| Global Bond Fund | (10,210,297) | (41,270,345) |
| RMB Bond Fund | (3,566,246) | (4,524,861) |
| Capital Stable Fund | (15,982,233) | (68,762,678) |
| Balanced Fund | (25,362,344) | (119,613,342) |
| Growth Fund | (45,506,913) | (230,464,867) |
| Hong Kong and China Equity Fund | (36,700,848) | (248,702,535) |
| Asian Equity Fund | (12,847,382) | (168,124,704) |
| Invesco Hang Seng Index Tracking Fund | 15,700,952 | (42,889,669) |
| Age 65 Plus Fund | (1,660,141) | (14,866,037) |
| Core Accumulation Fund | (7,122,807) | (63,425,929) |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Breakdown of Income derived from Investments

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 |

For the year ended 31 March 2022

| | Interest on bonds HK\$ | Interest on certificate of deposits HK\$ | Bank interest HK\$ | Dividend income HK\$ | Total HK\$ |
|---------------------------------------|------------------------------|---|-----------------------|----------------------------|---------------|
| MPF Conservative Fund | 229,771 | 426,028 | 6,701,337 | - | 7,357,136 |
| Guaranteed Fund | - | - | - | - | - |
| Global Bond Fund | - | - | 34 | - | 34 |
| RMB Bond Fund | - | - | 6 | - | 6 |
| Capital Stable Fund | - | - | 62 | - | 62 |
| Balanced Fund | - | - | 140 | - | 140 |
| Growth Fund | - | - | 40 | - | 40 |
| Hong Kong and China Equity Fund | - | - | 49 | - | 49 |
| Asian Equity Fund | - | - | 27 | - | 27 |
| Invesco Hang Seng Index Tracking Fund | - | - | 10 | 15,771,875 | 15,771,885 |
| Age 65 Plus Fund | - | - | 7 | - | 7 |
| Core Accumulation Fund | - | - | 14 | - | 14 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Breakdown of Income derived from Investments (Continued)

For the year ended 31 March 2023

| | Interest on bonds | Interest on certificate of deposits | Bank interest | Dividend income | Total |
|---------------------------------------|----------------------|---|---------------|--------------------|------------|
| | HK\$ | HK\$ | HK\$ | HK\$ | HK\$ |
| MPF Conservative Fund | 1,298,135 | 4,242,998 | 42,669,565 | - | 48,210,698 |
| Guaranteed Fund | - | - | - | - | - |
| Global Bond Fund | - | - | 761 | - | 761 |
| RMB Bond Fund | - | - | 4 | - | 4 |
| Capital Stable Fund | - | - | 604 | - | 604 |
| Balanced Fund | - | - | 2,329 | - | 2,329 |
| Growth Fund | - | - | 796 | - | 796 |
| Hong Kong and China Equity Fund | - | - | 1,006 | - | 1,006 |
| Asian Equity Fund | - | - | 22 | - | 22 |
| Invesco Hang Seng Index Tracking Fund | - | - | 244 | 20,399,240 | 20,399,484 |
| Age 65 Plus Fund | - | - | 6 | - | 6 |
| Core Accumulation Fund | - | - | 13 | - | 13 |

Distribution to Constituent Funds

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

| 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 2023

Distribution to Constituent Funds (Continued)

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

| As at 31 March 2022 | Net asset value HK\$ | % of the total investment of the Scheme (%) |
|---------------------------------------|-------------------------|---|
| MPF Conservative Fund | 2,376,668,327 | 11.20 |
| Guaranteed Fund | 1,063,128,428 | 5.01 |
| Global Bond Fund | 1,064,876,621 | 5.02 |
| RMB Bond Fund | 341,708,376 | 1.61 |
| Capital Stable Fund | 1,660,403,531 | 7.82 |
| Balanced Fund | 2,657,468,375 | 12.52 |
| Growth Fund | 4,830,864,104 | 22.76 |
| Hong Kong and China Equity Fund | 3,829,626,550 | 18.04 |
| Asian Equity Fund | 1,419,941,269 | 6.69 |
| Invesco Hang Seng Index Tracking Fund | 646,117,845 | 3.04 |
| Age 65 Plus Fund | 258,442,808 | 1.22 |
| Core Accumulation Fund | 1,077,060,158 | 5.07 |
| | | |
| As at 31 March 2023 | Net asset value HK\$ | % of the total investment of the Scheme (%) |
| MPF Conservative Fund | 2,472,927,578 | 12.11 |
| Guaranteed Fund | 999,737,394 | 4.90 |
| Global Bond Fund | 1,006,778,923 | 4.93 |
| RMB Bond Fund | 358,485,637 | 1.76 |
| Capital Stable Fund | 1,542,092,499 | 7.55 |
| Balanced Fund | 2,508,496,680 | 12.28 |
| Growth Fund | 4,564,884,004 | 22.35 |
| Hong Kong and China Equity Fund | 3,652,698,066 | 17.88 |
| Asian Equity Fund | 1,258,542,531 | 6.16 |
| Invesco Hang Seng Index Tracking Fund | 687,547,091 | 3.37 |
| Age 65 Plus Fund | 255,370,269 | 1.25 |
| Core Accumulation Fund | 1,115,689,820 | 5.46 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Performance Record

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 2023

Performance Record (Continued)

As at 31 March 2022

| | 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 | 12.0109 | - | 12.0084 | 2,376,668,327 | 1,538,409,935 |
| Guaranteed Fund | - | 12.7208 | - | 1,063,128,428 | 1,064,560,134 |
| Global Bond Fund | 15.4050 | - | 15.7870 | 1,064,876,621 | 1,064,586,357 |
| RMB Bond Fund | 10.4887 | - | 10.6045 | 341,708,376 | 342,037,220 |
| Capital Stable Fund | 21.1817 | - | 21.9554 | 1,660,403,531 | 1,638,523,713 |
| Balanced Fund | 23.7575 | - | 25.1136 | 2,657,468,375 | 2,569,630,361 |
| Growth Fund | 25.6174 | - | 26.5928 | 4,830,864,104 | 4,835,602,613 |
| Hong Kong and China Equity Fund | 37.3480 | - | 37.1401 | 3,829,626,550 | 3,833,377,158 |
| Asian Equity Fund | 12.3406 | - | 12.2472 | 1,419,941,269 | 1,420,038,358 |
| Invesco Hang Seng Index Tracking Fund | 10.5383 | - | 10.5766 | 646,117,845 | 649,584,540 |
| Age 65 Plus Fund | 11.5358 | - | 11.5358 | 258,442,808 | 258,545,343 |
| Core Accumulation Fund | 13.9930 | - | 13.9930 | 1,077,060,158 | 1,077,753,741 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Performance Record (Continued)

As at 31 March 2023

| | 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 | 12.1659 | - | 12.1635 | 2,472,927,578 | 1,880,639,907 |
| Guaranteed Fund | - | 12.1151 | - | 999,737,394 | 999,821,190 |
| Global Bond Fund | 14.6541 | - | 15.0353 | 1,006,778,923 | 1,006,444,990 |
| RMB Bond Fund | 10.2302 | - | 10.3566 | 358,485,637 | 358,841,301 |
| Capital Stable Fund | 20.0979 | - | 20.8561 | 1,542,092,499 | 1,542,893,260 |
| Balanced Fund | 22.4667 | - | 23.7771 | 2,508,496,680 | 2,506,691,323 |
| Growth Fund | 24.1492 | - | 25.0998 | 4,564,884,004 | 4,569,526,813 |
| Hong Kong and China Equity Fund | 34.4997 | - | 34.3497 | 3,652,698,066 | 3,656,361,211 |
| Asian Equity Fund | 10.7708 | - | 10.7015 | 1,258,542,531 | 1,258,534,305 |
| Invesco Hang Seng Index Tracking Fund | 9.9943 | - | 10.0343 | 687,547,091 | 690,695,670 |
| Age 65 Plus Fund | 10.7762 | - | 10.7762 | 255,370,269 | 255,478,255 |
| Core Accumulation Fund | 13.0458 | - | 13.0458 | 1,115,689,820 | 1,116,449,032 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

(A) MPF Conservative Fund

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 |

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 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

(A) MPF Conservative 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 A | 11.7841 | 11.6442 | 1.21 |
| Class H | 11.7816 | 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 |

Performance Record for the year ended 31 March 2022

| | Highest issue price per unit HK\$ | Lowest redemption price per unit HK\$ | Net annualised investment return (%) |
|---------|---|---|--|
| Class A | 12.0109 | 12.0107 | 0.00 |
| Class H | 12.0084 | 12.0082 | 0.00 |

Performance Record for the year ended 31 March 2023

| | Highest issue price per unit HK\$ | Lowest redemption price per unit HK\$ | Net annualised investment return (%) |
|---------|---|---|--|
| Class A | 12.1659 | 12.0108 | 1.29 |
| Class H | 12.1635 | 12.0083 | 1.29 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

(B) Guaranteed Fund

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 |

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 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

(B) Guaranteed 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 G | 13.5404 | 12.2151 | 8.22 |

Performance Record for the year ended 31 March 2022

| | Highest issue price per unit HK\$ | Lowest redemption price per unit HK\$ | Net annualised investment return (%) |
|---------|---|---|--|
| Class G | 13.6208 | 12.6420 | -4.17 |

Performance Record for the year ended 31 March 2023

| | Highest issue price per unit HK\$ | Lowest redemption price per unit HK\$ | Net annualised investment return (%) |
|---------|---|---|--|
| Class G | 12.7015 | 11.4057 | -4.76 |

(C) Global Bond Fund

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 |

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 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

(C) Global Bond Fund (Continued)

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 |

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 |

Performance Record for the year ended 31 March 2022

| | Highest issue price per unit HK\$ | Lowest redemption price per unit HK\$ | Net annualised investment return (%) |
|---------|---|---|--|
| Class A | 16.6765 | 15.2482 | -5.07 |
| Class H | 17.0761 | 15.6263 | -4.95 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

(C) Global Bond Fund (Continued)

Performance Record for the year ended 31 March 2023

| | Highest issue price per unit HK\$ | Lowest redemption price per unit HK\$ | Net annualised investment return (%) |
|---------|---|---|--|
| Class A | 15.3688 | 13.2913 | -4.87 |
| Class H | 15.7500 | 13.6300 | -4.76 |

(D) RMB Bond Fund

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 |

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 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

(D) RMB Bond 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 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 |

Performance Record for the year ended 31 March 2022

| | Highest issue price per unit HK\$ | Lowest redemption price per unit HK\$ | Net annualised investment return (%) |
|---------|---|---|--|
| Class A | 10.5950 | 10.2496 | 2.37 |
| Class H | 10.7110 | 10.3504 | 2.49 |

Performance Record for the year ended 31 March 2023

| | Highest issue price per unit HK\$ | Lowest redemption price per unit HK\$ | Net annualised investment return (%) |
|---------|---|---|--|
| Class A | 10.4965 | 9.5500 | -2.46 |
| Class H | 10.6124 | 9.6628 | -2.34 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

(E) Capital Stable Fund

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 2023

(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 |

Performance Record for the year ended 31 March 2022

| | Highest issue price per unit HK\$ | Lowest redemption price per unit HK\$ | Net annualised investment return (%) |
|---------|---|---|--|
| Class A | 23.3545 | 20.6275 | -6.94 |
| Class H | 24.1851 | 21.3801 | -6.83 |

Performance Record for the year ended 31 March 2023

| | Highest issue price per unit HK\$ | Lowest redemption price per unit HK\$ | Net annualised investment return (%) |
|---------|---|---|--|
| Class A | 21.2199 | 17.8053 | -5.12 |
| Class H | 21.9953 | 18.4681 | -5.01 |

(F) Balanced Fund

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 2023

(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 2023

(F) Balanced Fund (Continued)

Performance Record for the year ended 31 March 2022

| | Highest issue price per unit HK\$ | Lowest redemption price per unit HK\$ | Net annualised investment return (%) |
|---------|--------------------------------------|--|--------------------------------------|
| Class A | 27.1503 | 22.3570 | -9.42 |
| Class H | 28.6710 | 23.6318 | -9.31 |

Performance Record for the year ended 31 March 2023

| | Highest issue price per unit HK\$ | Lowest redemption price per unit HK\$ | Net annualised investment return (%) |
|---------|--------------------------------------|--|--------------------------------------|
| Class A | 23.9343 | 19.1817 | -5.43 |
| Class H | 25.3008 | 20.2902 | -5.32 |

(G) Growth Fund

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 2023

(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 |

Performance Record for the year ended 31 March 2022

| | Highest issue price per unit HK\$ | Lowest redemption price per unit HK\$ | Net annualised investment return (%) |
|---------|-----------------------------------|---------------------------------------|--------------------------------------|
| Class A | 29.8650 | 23.6214 | -10.75 |
| Class H | 30.9701 | 24.5193 | -10.64 |

Performance Record for the year ended 31 March 2023

| | Highest issue price per unit HK\$ | Lowest redemption price per unit HK\$ | Net annualised investment return (%) |
|---------|-----------------------------------|---------------------------------------|--------------------------------------|
| Class A | 25.8882 | 20.0432 | -5.73 |
| Class H | 26.8743 | 20.8212 | -5.61 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

(H) Hong Kong and China Equity Fund

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 2023

(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 |

Performance Record for the year ended 31 March 2022

| | Highest issue price per unit HK\$ | Lowest redemption price per unit HK\$ | Net annualised investment return (%) |
|---------|--------------------------------------|--|--------------------------------------|
| Class A | 54.5461 | 31.9059 | -29.24 |
| Class H | 54.1822 | 31.7265 | -29.16 |

Performance Record for the year ended 31 March 2023

| | Highest issue price per unit HK\$ | Lowest redemption price per unit HK\$ | Net annualised investment return (%) |
|---------|--------------------------------------|--|--------------------------------------|
| Class A | 39.5684 | 24.8425 | -7.63 |
| Class H | 39.3881 | 24.7216 | -7.51 |

(I) Asian Equity Fund

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 2023

(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 2023

(I) Asian Equity Fund (Continued)

Performance Record for the year ended 31 March 2022

| | Highest issue price per unit HK\$ | Lowest redemption price per unit HK\$ | Net annualised investment return (%) |
|---------|--------------------------------------|--|--------------------------------------|
| Class A | 15.4909 | 11.1146 | -17.90 |
| Class H | 15.3591 | 11.0299 | -17.80 |

Performance Record for the year ended 31 March 2023

| | Highest issue price per unit HK\$ | Lowest redemption price per unit HK\$ | Net annualised investment return (%) |
|---------|--------------------------------------|--|--------------------------------------|
| Class A | 12.4805 | 8.7723 | -12.72 |
| Class H | 12.3862 | 8.7119 | -12.62 |

(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 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

(J) Invesco Hang Seng Index Tracking 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 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 |

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 |

Performance Record for the year ended 31 March 2022

| | Highest issue price per unit HK\$ | Lowest redemption price per unit HK\$ | Net annualised investment return (%) |
|---------|-----------------------------------|---------------------------------------|--------------------------------------|
| Class A | 13.9191 | 8.8582 | -21.08 |
| Class H | 13.9651 | 8.8901 | -21.05 |

Performance Record for the year ended 31 March 2023

| | Highest issue price per unit HK\$ | Lowest redemption price per unit HK\$ | Net annualised investment return (%) |
|---------|-----------------------------------|---------------------------------------|--------------------------------------|
| Class A | 11.0739 | 7.2482 | -5.16 |
| Class H | 11.1173 | 7.2759 | -5.13 |

(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 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

(K) Age 65 Plus 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 A | 10.5163 | 10.0203 | 1.89 |
| Class H | 10.5163 | 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 |

Performance Record for the year ended 31 March 2022

| | Highest issue price per unit HK\$ | Lowest redemption price per unit HK\$ | Net annualised investment return (%) |
|---------|--------------------------------------|--|--------------------------------------|
| Class A | 12.3645 | 11.4564 | -3.08 |
| Class H | 12.3645 | 11.4564 | -3.08 |

Performance Record for the year ended 31 March 2023

| | Highest issue price per unit HK\$ | Lowest redemption price per unit HK\$ | Net annualised investment return (%) |
|---------|--------------------------------------|--|--------------------------------------|
| Class A | 11.5481 | 10.0353 | -6.58 |
| Class H | 11.5481 | 10.0353 | -6.58 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

(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 |

Performance Record for the year ended 31 March 2022

| | Highest issue price per unit HK\$ | Lowest redemption price per unit HK\$ | Net annualised investment return (%) |
|---------|--------------------------------------|--|--------------------------------------|
| Class A | 14.7411 | 13.4298 | 2.75 |
| Class H | 14.7411 | 13.4298 | 2.75 |

Performance Record for the year ended 31 March 2023

| | Highest issue price per unit HK\$ | Lowest redemption price per unit HK\$ | Net annualised investment return (%) |
|---------|--------------------------------------|--|--------------------------------------|
| Class A | 14.0641 | 11.5645 | -6.77 |
| Class H | 14.0641 | 11.5645 | -6.77 |

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 2023

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 | 1.02 | 1.02 | - | - |
| Guaranteed Fund | - | - | 2.48 | - |
| Global Bond Fund | 1.26 | 1.14 | - | - |
| RMB Bond Fund | 1.25 | 1.13 | - | - |
| Capital Stable Fund | 1.27 | 1.15 | - | - |
| Balanced Fund | 1.28 | 1.16 | - | - |
| Growth Fund | 1.29 | 1.17 | - | - |
| Hong Kong and China Equity Fund | 1.26 | 1.14 | - | - |
| Asian Equity Fund | 1.32 | 1.20 | - | - |
| Invesco Hang Seng Index Tracking Fund | 0.83 | 0.79 | - | 121,853 |
| Age 65 Plus Fund | 0.79 | 0.80 | - | - |
| Core Accumulation Fund | 0.80 | 0.80 | - | - |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

MPF Conservative Fund - Schedule of Investments as at 31 March 2023

| Listed/quoted investments Denominated in HK Dollars | Nominal value HK\$ | Fair value HK\$ | % of net assets |
|--|-----------------------|--------------------|--------------------|
| Money market instruments | | | |
| Australia & New Zealand Banking Group Ltd 4.1% 26/09/2023 | 23,000,000 | 23,000,805 | 0.93 |
| Bank of Communications (Macau) 4.41% 13/10/2023 | 50,000,000 | 50,071,250 | 2.02 |
| Canadian Imperial Bank of Commerce (Hong Kong) 0% 06/10/2023 | 50,000,000 | 49,091,776 | 1.99 |
| Canadian Imperial Bank of Commerce 0% 12/04/2023 | 45,000,000 | 44,975,700 | 1.82 |
| China Construction Bank (Singapore) 5.39% 15/06/2023 | 50,000,000 | 50,171,500 | 2.03 |
| China Construction Bank (Tokyo) 0% 22/05/2023 | 48,000,000 | 47,761,440 | 1.93 |
| China Development Bank (Hong Kong) 0% 02/05/2023 | 48,000,000 | 47,883,600 | 1.94 |
| Commonwealth Bank of Australia 5.47% 01/12/2023 | 21,000,000 | 21,158,550 | 0.86 |
| Hong Kong T-Bills 0% 12/04/2023 | 75,000,000 | 74,961,000 | 3.03 |
| Hong Kong T-Bills 0% 19/04/2023 | 75,000,000 | 74,929,500 | 3.03 |
| Industrial & Commercial Bank of China Ltd/Sydney 0% 01/06/2023 | 25,000,000 | 24,850,750 | 1.01 |
| Industrial & Commercial Bank of China Ltd/Sydney 5.33% 15/06/2023 | 27,000,000 | 27,095,310 | 1.10 |
| Fixed deposits | | | |
| Agricultural Bank of China Hong Kong Fixed Deposit 3.65% 22/05/2023 | 26,616,530 | 26,616,530 | 1.08 |
| Agricultural Bank of China Hong Kong Fixed Deposit 3.72% 07/06/2023 | 38,895,584 | 38,895,584 | 1.57 |
| Agricultural Bank of China Hong Kong Fixed Deposit 3.48% 20/06/2023 | 27,568,968 | 27,568,968 | 1.11 |
| Agricultural Bank of China Hong Kong Fixed Deposit 5.1% 29/06/2023 | 12,000,000 | 12,000,000 | 0.49 |
| Agricultural Bank of China Hong Kong Fixed Deposit 3.93% 14/08/2023 | 38,708,789 | 38,708,789 | 1.57 |
| Bank of East Asia Ltd Fixed Deposit 3.45% 16/05/2023 | 26,518,908 | 26,518,908 | 1.07 |
| Bank of East Asia Ltd Fixed Deposit 3.75% 31/05/2023 | 51,550,011 | 51,550,011 | 2.08 |
| Bank of East Asia Ltd Fixed Deposit 3.8% 01/06/2023 | 32,728,582 | 32,728,582 | 1.32 |
| Bank of East Asia Ltd Fixed Deposit 3.9% 09/06/2023 | 10,518,809 | 10,518,809 | 0.43 |
| Bank of East Asia Ltd Fixed Deposit 3.9% 15/06/2023 | 39,000,000 | 39,000,000 | 1.58 |
| Bank of East Asia Ltd Fixed Deposit 3.85% 16/06/2023 | 8,218,749 | 8,218,749 | 0.33 |
| Bank of East Asia Ltd Fixed Deposit 3.75% 04/07/2023 | 43,000,000 | 43,000,000 | 1.74 |
| CMB Wing Lung Bank Limited Fixed Deposit 4.04% 13/04/2023 | 37,206,458 | 37,206,458 | 1.50 |
| CMB Wing Lung Bank Limited Fixed Deposit 4.56% 17/07/2023 | 37,594,552 | 37,594,552 | 1.52 |
| CMB Wing Lung Bank Limited Fixed Deposit 3.96% 01/08/2023 | 48,968,389 | 48,968,389 | 1.98 |
| CMB Wing Lung Bank Limited Fixed Deposit 3.72% 29/09/2023 | 39,018,537 | 39,018,537 | 1.58 |
| First Abu Dhabi Bank Fixed Deposit 4.2% 14/04/2023 | 49,000,000 | 49,000,000 | 1.98 |
| First Abu Dhabi Bank Fixed Deposit 4.25% 19/04/2023 | 27,157,776 | 27,157,776 | 1.10 |
| First Abu Dhabi Bank Fixed Deposit 4% 27/07/2023 | 50,000,000 | 50,000,000 | 2.02 |
| First Abu Dhabi Bank Fixed Deposit 4% 10/08/2023 | 41,316,479 | 41,316,479 | 1.67 |
| First Abu Dhabi Bank Fixed Deposit 4.25% 13/09/2023 | 25,491,696 | 25,491,696 | 1.03 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

MPF Conservative Fund - Schedule of Investments as at 31 March 2023 (Continued)

| Listed/quoted investments Denominated in HK Dollars | Nominal value HK\$ | Fair value HK\$ | % of net assets |
|--|-----------------------|--------------------|--------------------|
| Fixed deposits (Continued) | | | |
| First Abu Dhabi Bank Fixed Deposit 3.7% 28/09/2023 | 30,767,745 | 30,767,745 | 1.24 |
| Industrial & Commercial Bank of China (Asia) Ltd Fixed Deposit 4.7% 11/07/2023 | 20,519,368 | 20,519,368 | 0.83 |
| Industrial & Commercial Bank of China (Asia) Ltd Fixed Deposit 4.7% 12/07/2023 | 50,000,000 | 50,000,000 | 2.02 |
| Industrial & Commercial Bank of China (Asia) Ltd Fixed Deposit 4.1% 11/09/2023 | 20,000,000 | 20,000,000 | 0.81 |
| Industrial & Commercial Bank of China (Asia) Ltd Fixed Deposit 4.2% 18/09/2023 | 28,000,000 | 28,000,000 | 1.13 |
| Public Bank (Hong Kong) Ltd Fixed Deposit 4.5% 11/04/2023 | 36,515,973 | 36,515,973 | 1.48 |
| Public Bank (Hong Kong) Ltd Fixed Deposit 5.1% 23/06/2023 | 40,892,028 | 40,892,028 | 1.65 |
| Shanghai Commercial Bank Ltd Fixed Deposit 3.8% 09/06/2023 | 18,000,000 | 18,000,000 | 0.73 |
| Shanghai Commercial Bank Ltd Fixed Deposit 3.6% 23/06/2023 | 36,364,298 | 36,364,298 | 1.47 |
| Shanghai Commercial Bank Ltd Fixed Deposit 5% 28/06/2023 | 39,392,113 | 39,392,113 | 1.59 |
| Sumitomo Mitsui Banking Corp Fixed Deposit 4% 26/07/2023 | 34,148,736 | 34,148,736 | 1.38 |
| Sumitomo Mitsui Banking Corp Fixed Deposit 4.05% 08/08/2023 | 44,946,696 | 44,946,696 | 1.82 |
| Sumitomo Mitsui Banking Corp Fixed Deposit 4.02% 21/08/2023 | 69,087,451 | 69,087,451 | 2.79 |
| Sumitomo Mitsui Banking Corp Fixed Deposit 4.12% 23/08/2023 | 20,922,363 | 20,922,363 | 0.85 |
| Sumitomo Mitsui Banking Corp Fixed Deposit 4.18% 28/08/2023 | 12,160,083 | 12,160,083 | 0.49 |
| Sumitomo Mitsui Banking Corp Fixed Deposit 4.19% 31/08/2023 | 43,385,838 | 43,385,838 | 1.75 |
| UOB Hong Kong Fixed Deposit 3.41% 28/06/2023 | 52,507,217 | 52,507,217 | 2.12 |
| UOB Hong Kong Fixed Deposit 4.66% 29/06/2023 | 36,000,000 | 36,000,000 | 1.46 |
| Total portfolio | | 1,880,639,907 | 76.05 |
| Cash and other net assets | | 592,287,671 | 23.95 |
| Net assets attributable to members | | 2,472,927,578 | 100.00 |
| Total portfolio at cost | | 1,877,092,049 | |

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

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

MPF Conservative Fund - Schedule of Investments as at 31 March 2023 (Continued)

| Listed/quoted investments Denominated in HK Dollars | % of Holding as at 31.3.2023 | % of Holding as at 31.3.2022 |
|--|---------------------------------|---------------------------------|
| Money market instruments | 21.69 | 12.74 |
| Fixed deposits | <u>54.36</u> | <u>51.99</u> |
| | <u>76.05</u> | <u>64.73</u> |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

MPF Conservative Fund - Movement of Portfolio Investments

| Listed/quoted investments Denominated in HK Dollars | Nominal value at 31.3.2022 HK\$ | Additions HK\$ | Disposals HK\$ | Nominal value at 31.3.2023 HK\$ |
|---|---------------------------------------|-------------------|-------------------|---------------------------------------|
| Money market instruments | | | | |
| Agricultural Bank of China Hong Kong 0.24% 05/05/2022 | 50,000,000 | - | 50,000,000 | - |
| Australia & New Zealand Banking Group Ltd 4.1% 26/09/2023 | - | 23,000,000 | - | 23,000,000 |
| Bank of Communications (Macau) 0% 18/08/2022 | 40,000,000 | - | 40,000,000 | - |
| Bank of Communications (Macau) 4.41% 13/10/2023 | - | 50,000,000 | - | 50,000,000 |
| Canadian Imperial Bank of Commerce 0% 22/12/2022 | - | 36,000,000 | 36,000,000 | - |
| Canadian Imperial Bank of Commerce 0% 12/04/2023 | - | 45,000,000 | - | 45,000,000 |
| Canadian Imperial Bank of Commerce (Hong Kong) 0% 06/10/2023 | - | 50,000,000 | - | 50,000,000 |
| China Construction Bank (Macau) 0.35% 14/06/2022 | 25,000,000 | - | 25,000,000 | - |
| China Construction Bank (Singapore) 5.39% 15/06/2023 | - | 50,000,000 | - | 50,000,000 |
| China Construction Bank (Tokyo) 0% 27/05/2022 | 28,000,000 | - | 28,000,000 | - |
| China Construction Bank (Tokyo) 0% 16/11/2022 | - | 46,000,000 | 46,000,000 | - |
| China Construction Bank (Tokyo) 0% 18/11/2022 | - | 46,000,000 | 46,000,000 | - |
| China Construction Bank (Tokyo) 0% 28/02/2023 | - | 50,000,000 | 50,000,000 | - |
| China Construction Bank (Tokyo) 0% 22/05/2023 | - | 48,000,000 | - | 48,000,000 |
| China Development Bank (Hong Kong) 0% 02/05/2023 | - | 48,000,000 | - | 48,000,000 |
| Commonwealth Bank of Australia 5.47% 01/12/2023 | - | 21,000,000 | - | 21,000,000 |
| DBS Bank Hong Kong Ltd 0% 05/09/2022 | 40,000,000 | - | 40,000,000 | - |
| DBS Bank Hong Kong Ltd 0% 02/12/2022 | - | 40,000,000 | 40,000,000 | - |
| Hang Seng Bank Ltd 5% 01/03/2023 | - | 50,000,000 | 50,000,000 | - |
| Hang Seng Bank Ltd 2.83% 02/03/2023 | - | 48,000,000 | 48,000,000 | - |
| Hang Seng Bank Ltd 3.06% 16/03/2023 | - | 48,000,000 | 48,000,000 | - |
| Hang Seng Bank Ltd 3.74% 31/03/2023 | - | 46,000,000 | 46,000,000 | - |
| Hong Kong Mortgage Corp 1.15% 30/12/2022 | 35,000,000 | - | 35,000,000 | - |
| Hong Kong Mortgage Corp 0.6% 26/01/2023 | 26,000,000 | - | 26,000,000 | - |
| Hong Kong Mortgage Corp 0% 29/03/2023 | - | 47,000,000 | 47,000,000 | - |
| Hong Kong T-Bills 0% 06/04/2022 | 59,000,000 | - | 59,000,000 | - |
| Hong Kong T-Bills 0% 28/09/2022 | - | 48,000,000 | 48,000,000 | - |
| Hong Kong T-Bills 0% 02/11/2022 | - | 43,000,000 | 43,000,000 | - |
| Hong Kong T-Bills 0% 07/12/2022 | - | 43,000,000 | 43,000,000 | - |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

MPF Conservative Fund - Movement of Portfolio Investments (Continued)

| Listed/quoted investments Denominated in HK Dollars | Nominal value at 31.3.2022 HK\$ | Additions HK\$ | Disposals HK\$ | Nominal value at 31.3.2023 HK\$ |
|--|---------------------------------------|-------------------|-------------------|---------------------------------------|
| Money market instruments (Continued) | | | | |
| Hong Kong T-Bills 0% 15/02/2023 | - | 75,000,000 | 75,000,000 | - |
| Hong Kong T-Bills 0% 15/03/2023 | - | 75,000,000 | 75,000,000 | - |
| Hong Kong T-Bills 0% 12/04/2023 | - | 75,000,000 | - | 75,000,000 |
| Hong Kong T-Bills 0% 19/04/2023 | - | 75,000,000 | - | 75,000,000 |
| Industrial & Commercial Bank of China Ltd/Sydney 0% 27/01/2023 | - | 44,000,000 | 44,000,000 | - |
| Industrial & Commercial Bank of China Ltd/Sydney 0% 01/06/2023 | - | 25,000,000 | - | 25,000,000 |
| Industrial & Commercial Bank of China Ltd/Sydney 5.33% 15/06/2023 | - | 27,000,000 | - | 27,000,000 |
| Fixed Deposit | | | | |
| Agricultural Bank of China Hong Kong Fixed Deposit 0.68% 07/06/2022 | 38,000,000 | - | 38,000,000 | - |
| Agricultural Bank of China Hong Kong Fixed Deposit 0.55% 20/07/2022 | - | 27,026,630 | 27,026,630 | - |
| Agricultural Bank of China Hong Kong Fixed Deposit 0.75% 28/07/2022 | - | 38,055,479 | 38,055,479 | - |
| Agricultural Bank of China Hong Kong Fixed Deposit 0.9% 16/08/2022 | - | 50,000,000 | 50,000,000 | - |
| Agricultural Bank of China Hong Kong Fixed Deposit 0.95% 18/08/2022 | - | 26,034,868 | 26,034,868 | - |
| Agricultural Bank of China Hong Kong Fixed Deposit 0.85% 23/08/2022 | - | 30,040,685 | 30,040,685 | - |
| Agricultural Bank of China Hong Kong Fixed Deposit 2.7% 18/11/2022 | - | 26,097,210 | 26,097,210 | - |
| Agricultural Bank of China Hong Kong Fixed Deposit 2.7% 23/11/2022 | - | 30,105,046 | 30,105,046 | - |
| Agricultural Bank of China Hong Kong Fixed Deposit 1.6% 07/12/2022 | - | 38,065,131 | 38,065,131 | - |
| Agricultural Bank of China Hong Kong Fixed Deposit 2.7% 20/01/2023 | - | 27,063,690 | 27,063,690 | - |
| Agricultural Bank of China Hong Kong Fixed Deposit 2.8% 30/01/2023 | - | 38,126,638 | 38,126,638 | - |
| Agricultural Bank of China Hong Kong Fixed Deposit 2.95% 16/02/2023 | - | 50,113,425 | 50,113,425 | - |
| Agricultural Bank of China Hong Kong Fixed Deposit 5.05% 20/02/2023 | - | 26,274,814 | 26,274,814 | - |
| Agricultural Bank of China Hong Kong Fixed Deposit 5.05% 23/02/2023 | - | 30,309,925 | 30,309,925 | - |
| Agricultural Bank of China Hong Kong Fixed Deposit 3.65% 22/05/2023 | - | 26,616,530 | - | 26,616,530 |
| Agricultural Bank of China Hong Kong Fixed Deposit 3.72% 07/06/2023 | - | 38,895,584 | - | 38,895,584 |
| Agricultural Bank of China Hong Kong Fixed Deposit 3.48% 20/06/2023 | - | 27,568,968 | - | 27,568,968 |
| Agricultural Bank of China Hong Kong Fixed Deposit 5.1% 29/06/2023 | - | 12,000,000 | - | 12,000,000 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

MPF Conservative Fund - Movement of Portfolio Investments (Continued)

| Listed/quoted investments Denominated in HK Dollars | Nominal value at 31.3.2022 HK\$ | Additions HK\$ | Disposals HK\$ | Nominal value at 31.3.2023 HK\$ |
|---|---------------------------------------|-------------------|-------------------|---------------------------------------|
| Fixed Deposit (Continued) | | | | |
| Agricultural Bank of China Hong Kong Fixed Deposit 3.93% 14/08/2023 | - | 38,708,789 | - | 38,708,789 |
| Bank of East Asia Ltd Fixed Deposit 0.5% 20/04/2022 | 21,603,525 | - | 21,603,525 | - |
| Bank of East Asia Ltd Fixed Deposit 0.5% 21/04/2022 | 31,592,953 | - | 31,592,953 | - |
| Bank of East Asia Ltd Fixed Deposit 0.52% 28/04/2022 | 32,061,329 | - | 32,061,329 | - |
| Bank of East Asia Ltd Fixed Deposit 0.91% 09/06/2022 | 10,240,204 | - | 10,240,204 | - |
| Bank of East Asia Ltd Fixed Deposit 0.84% 21/07/2022 | - | 31,632,336 | 31,632,336 | - |
| Bank of East Asia Ltd Fixed Deposit 0.91% 27/07/2022 | - | 71,556,366 | 71,556,366 | - |
| Bank of East Asia Ltd Fixed Deposit 0.95% 28/07/2022 | - | 32,105,635 | 32,105,635 | - |
| Bank of East Asia Ltd Fixed Deposit 1.08% 11/08/2022 | - | 26,020,323 | 26,020,323 | - |
| Bank of East Asia Ltd Fixed Deposit 1.15% 17/08/2022 | - | 10,037,449 | 10,037,449 | - |
| Bank of East Asia Ltd Fixed Deposit 1.16% 25/08/2022 | - | 25,681,671 | 25,681,671 | - |
| Bank of East Asia Ltd Fixed Deposit 1.2% 09/09/2022 | - | 10,263,692 | 10,263,692 | - |
| Bank of East Asia Ltd Fixed Deposit 2.13% 21/10/2022 | - | 31,698,582 | 31,698,582 | - |
| Bank of East Asia Ltd Fixed Deposit 2.35% 27/10/2022 | - | 71,718,711 | 71,718,711 | - |
| Bank of East Asia Ltd Fixed Deposit 3.05% 09/12/2022 | - | 10,294,736 | 10,294,736 | - |
| Bank of East Asia Ltd Fixed Deposit 2.15% 16/12/2022 | - | 10,000,000 | 10,000,000 | - |
| Bank of East Asia Ltd Fixed Deposit 4.6% 27/01/2023 | - | 31,868,764 | 31,868,764 | - |
| Bank of East Asia Ltd Fixed Deposit 4.81% 27/01/2023 | - | 48,143,522 | 48,143,522 | - |
| Bank of East Asia Ltd Fixed Deposit 2.9% 31/01/2023 | - | 32,181,677 | 32,181,677 | - |
| Bank of East Asia Ltd Fixed Deposit 3.2% 14/02/2023 | - | 26,091,156 | 26,091,156 | - |
| Bank of East Asia Ltd Fixed Deposit 3.3% 17/02/2023 | - | 10,066,543 | 10,066,543 | - |
| Bank of East Asia Ltd Fixed Deposit 3.25% 28/02/2023 | - | 25,756,760 | 25,756,760 | - |
| Bank of East Asia Ltd Fixed Deposit 5.60% 28/02/2023 | - | 25,000,000 | 25,000,000 | - |
| Bank of East Asia Ltd Fixed Deposit 3.45% 16/05/2023 | - | 26,518,908 | - | 26,518,908 |
| Bank of East Asia Ltd Fixed Deposit 3.75% 31/05/2023 | - | 51,550,011 | - | 51,550,011 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

MPF Conservative Fund - Movement of Portfolio Investments (Continued)

| Listed/quoted investments Denominated in HK Dollars | Nominal value at 31.3.2022 HK\$ | Additions HK\$ | Disposals HK\$ | Nominal value at 31.3.2023 HK\$ |
|--|---------------------------------------|-------------------|-------------------|---------------------------------------|
| Fixed Deposit (Continued) | | | | |
| Bank of East Asia Ltd Fixed Deposit 3.8% 01/06/2023 | - | 32,728,582 | - | 32,728,582 |
| Bank of East Asia Ltd Fixed Deposit 3.9% 09/06/2023 | - | 10,518,809 | - | 10,518,809 |
| Bank of East Asia Ltd Fixed Deposit 3.9% 15/06/2023 | - | 39,000,000 | - | 39,000,000 |
| Bank of East Asia Ltd Fixed Deposit 3.85% 16/06/2023 | - | 8,218,749 | - | 8,218,749 |
| Bank of East Asia Ltd Fixed Deposit 3.75% 04/07/2023 | - | 43,000,000 | - | 43,000,000 |
| CMB Wing Lung Bank Limited Fixed Deposit 0.54% 01/08/2022 | 48,019,175 | - | 48,019,175 | - |
| CMB Wing Lung Bank Limited Fixed Deposit 0.77% 14/09/2022 | 37,019,463 | - | 37,019,463 | - |
| CMB Wing Lung Bank Limited Fixed Deposit 0.97% 29/09/2022 | 48,058,152 | - | 48,058,152 | - |
| CMB Wing Lung Bank Limited Fixed Deposit 0.94% 13/10/2022 | - | 37,031,932 | 37,031,932 | - |
| CMB Wing Lung Bank Limited Fixed Deposit 2.37% 01/11/2022 | - | 48,148,472 | 48,148,472 | - |
| CMB Wing Lung Bank Limited Fixed Deposit 2.87% 14/12/2022 | - | 37,163,159 | 37,163,159 | - |
| CMB Wing Lung Bank Limited Fixed Deposit 4.36% 01/02/2023 | - | 48,436,096 | 48,436,096 | - |
| CMB Wing Lung Bank Limited Fixed Deposit 3.23% 23/02/2023 | - | 43,000,000 | 43,000,000 | - |
| CMB Wing Lung Bank Limited Fixed Deposit 3.82% 29/03/2023 | - | 38,293,149 | 38,293,149 | - |
| CMB Wing Lung Bank Limited Fixed Deposit 4.04% 13/04/2023 | - | 37,206,458 | - | 37,206,458 |
| CMB Wing Lung Bank Limited Fixed Deposit 4.56% 17/07/2023 | - | 37,594,552 | - | 37,594,552 |
| CMB Wing Lung Bank Limited Fixed Deposit 3.96% 01/08/2023 | - | 48,968,389 | - | 48,968,389 |
| CMB Wing Lung Bank Limited Fixed Deposit 3.72% 29/09/2023 | - | 39,018,537 | - | 39,018,537 |
| Dah Sing Bank Fixed Deposit 0.3% 10/05/2022 | 50,041,768 | - | 50,041,768 | - |
| First Abu Dhabi Bank Fixed Deposit 0.2% 19/04/2022 | 27,008,255 | - | 27,008,255 | - |
| First Abu Dhabi Bank Fixed Deposit 0.5% 10/08/2022 | 40,620,452 | - | 40,620,452 | - |
| First Abu Dhabi Bank Fixed Deposit 0.73% 13/09/2022 | 25,000,000 | - | 25,000,000 | - |
| First Abu Dhabi Bank Fixed Deposit 0.75% 21/09/2022 | 44,132,532 | - | 44,132,532 | - |
| First Abu Dhabi Bank Fixed Deposit 0.75% 23/09/2022 | 37,042,358 | - | 37,042,358 | - |
| First Abu Dhabi Bank Fixed Deposit 0.9% 19/10/2022 | - | 27,035,782 | 27,035,782 | - |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

MPF Conservative Fund - Movement of Portfolio Investments (Continued)

| Listed/quoted investments Denominated in HK Dollars | Nominal value at 31.3.2022 HK\$ | Additions HK\$ | Disposals HK\$ | Nominal value at 31.3.2023 HK\$ |
|--|---------------------------------------|-------------------|-------------------|---------------------------------------|
| Fixed Deposit (Continued) | | | | |
| First Abu Dhabi Bank Fixed Deposit 1.85% 15/12/2022 | - | 38,000,000 | 38,000,000 | - |
| First Abu Dhabi Bank Fixed Deposit 2.9% 10/02/2023 | - | 40,721,169 | 40,721,169 | - |
| First Abu Dhabi Bank Fixed Deposit 3.2% 13/03/2023 | - | 25,093,500 | 25,093,500 | - |
| First Abu Dhabi Bank Fixed Deposit 3.8% 31/03/2023 | - | 30,195,601 | 30,195,601 | - |
| First Abu Dhabi Bank Fixed Deposit 4.2% 14/04/2023 | - | 49,000,000 | - | 49,000,000 |
| First Abu Dhabi Bank Fixed Deposit 4.25% 19/04/2023 | - | 27,157,776 | - | 27,157,776 |
| First Abu Dhabi Bank Fixed Deposit 4% 27/07/2023 | - | 50,000,000 | - | 50,000,000 |
| First Abu Dhabi Bank Fixed Deposit 4% 10/08/2023 | - | 41,316,479 | - | 41,316,479 |
| First Abu Dhabi Bank Fixed Deposit 4.25% 13/09/2023 | - | 25,491,696 | - | 25,491,696 |
| First Abu Dhabi Bank Fixed Deposit 3.7% 28/09/2023 | - | 30,767,745 | - | 30,767,745 |
| Industrial & Commercial Bank of China (Asia) Ltd Fixed Deposit 0.63% 11/04/2022 | 40,000,000 | - | 40,000,000 | - |
| Industrial & Commercial Bank of China (Asia) Ltd Fixed Deposit 0.6% 19/04/2022 | 32,655,260 | - | 32,655,260 | - |
| Industrial & Commercial Bank of China (Asia) Ltd Fixed Deposit 0.6% 21/04/2022 | 45,608,628 | - | 45,608,628 | - |
| Industrial & Commercial Bank of China (Asia) Ltd Fixed Deposit 1.75% 11/07/2022 | - | 40,157,716 | 40,157,716 | - |
| Industrial & Commercial Bank of China (Asia) Ltd Fixed Deposit 0.95% 11/07/2022 | - | 40,062,827 | 40,062,827 | - |
| Industrial & Commercial Bank of China (Asia) Ltd Fixed Deposit 0.95% 19/07/2022 | - | 32,704,645 | 32,704,645 | - |
| Industrial & Commercial Bank of China (Asia) Ltd Fixed Deposit 0.95% 21/07/2022 | - | 45,677,603 | 45,677,603 | - |
| Industrial & Commercial Bank of China (Asia) Ltd Fixed Deposit 0.95% 27/07/2022 | - | 12,019,233 | 12,019,233 | - |
| Industrial & Commercial Bank of China (Asia) Ltd Fixed Deposit 0.95% 27/07/2022 | - | 31,122,457 | 31,122,457 | - |
| Industrial & Commercial Bank of China (Asia) Ltd Fixed Deposit 0.95% 04/08/2022 | - | 50,395,903 | 50,395,903 | - |
| Industrial & Commercial Bank of China (Asia) Ltd Fixed Deposit 1.98% 19/10/2022 | - | 32,782,106 | 32,782,106 | - |
| Industrial & Commercial Bank of China (Asia) Ltd Fixed Deposit 1.98% 21/10/2022 | - | 45,785,790 | 45,785,790 | - |
| Industrial & Commercial Bank of China (Asia) Ltd Fixed Deposit 1.98% 27/10/2022 | - | 43,244,496 | 43,244,496 | - |
| Industrial & Commercial Bank of China (Asia) Ltd Fixed Deposit 2.2% 07/11/2022 | - | 50,516,577 | 50,516,577 | - |
| Industrial & Commercial Bank of China (Asia) Ltd Fixed Deposit 3.6% 11/01/2023 | - | 20,334,850 | 20,334,850 | - |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

MPF Conservative Fund - Movement of Portfolio Investments (Continued)

| Listed/quoted investments Denominated in HK Dollars | Nominal value at 31.3.2022 HK\$ | Additions HK\$ | Disposals HK\$ | Nominal value at 31.3.2023 HK\$ |
|--|---------------------------------------|-------------------|-------------------|---------------------------------------|
| Fixed Deposit (Continued) | | | | |
| Industrial & Commercial Bank of China (Asia) Ltd Fixed Deposit 4.7% 07/02/2023 | - | 50,805,837 | 50,805,837 | - |
| Industrial & Commercial Bank of China (Asia) Ltd Fixed Deposit 4.7% 11/07/2023 | - | 20,519,368 | - | 20,519,368 |
| Industrial & Commercial Bank of China (Asia) Ltd Fixed Deposit 4.7% 12/07/2023 | - | 50,000,000 | - | 50,000,000 |
| Industrial & Commercial Bank of China (Asia) Ltd Fixed Deposit 4.1% 11/09/2023 | - | 20,000,000 | - | 20,000,000 |
| Industrial & Commercial Bank of China (Asia) Ltd Fixed Deposit 4.2% 18/09/2023 | - | 28,000,000 | - | 28,000,000 |
| OCBC Wing Hang Bank Ltd Fixed Deposit 0.31% 03/05/2022 | 58,070,048 | - | 58,070,048 | - |
| OCBC Wing Hang Bank Ltd Fixed Deposit 0.37% 16/05/2022 | 21,164,276 | - | 21,164,276 | - |
| OCBC Wing Hang Bank Ltd Fixed Deposit 0.77% 12/08/2022 | - | 46,000,000 | 46,000,000 | - |
| OCBC Wing Hang Bank Ltd Fixed Deposit 2.2% 14/11/2022 | - | 46,089,278 | 46,089,278 | - |
| Public Bank (Hong Kong) Ltd Fixed Deposit 0.55% 01/06/2022 | 28,372,467 | - | 28,372,467 | - |
| Public Bank (Hong Kong) Ltd Fixed Deposit 0.75% 09/06/2022 | 56,253,527 | - | 56,253,527 | - |
| Public Bank (Hong Kong) Ltd Fixed Deposit 0.9% 23/06/2022 | 28,341,280 | - | 28,341,280 | - |
| Public Bank (Hong Kong) Ltd Fixed Deposit 0.9% 07/07/2022 | - | 35,945,662 | 35,945,662 | - |
| Public Bank (Hong Kong) Ltd Fixed Deposit 0.9% 10/08/2022 | - | 6,799,409 | 6,799,409 | - |
| Public Bank (Hong Kong) Ltd Fixed Deposit 0.9% 18/08/2022 | - | 35,352,066 | 35,352,066 | - |
| Public Bank (Hong Kong) Ltd Fixed Deposit 1% 01/09/2022 | - | 28,411,800 | 28,411,800 | - |
| Public Bank (Hong Kong) Ltd Fixed Deposit 1.05% 09/09/2022 | - | 56,359,870 | 56,359,870 | - |
| Public Bank (Hong Kong) Ltd Fixed Deposit 1.5% 23/09/2022 | - | 40,405,572 | 40,405,572 | - |
| Public Bank (Hong Kong) Ltd Fixed Deposit 1.8% 07/10/2022 | - | 36,026,318 | 36,026,318 | - |
| Public Bank (Hong Kong) Ltd Fixed Deposit 2.3% 10/11/2022 | - | 6,814,833 | 6,814,833 | - |
| Public Bank (Hong Kong) Ltd Fixed Deposit 2.7% 09/12/2022 | - | 56,509,030 | 56,509,030 | - |
| Public Bank (Hong Kong) Ltd Fixed Deposit 3.3% 23/12/2022 | - | 40,558,339 | 40,558,339 | - |
| Public Bank (Hong Kong) Ltd Fixed Deposit 3.5% 09/01/2023 | - | 36,189,769 | 36,189,769 | - |
| Public Bank (Hong Kong) Ltd Fixed Deposit 4.75% 10/02/2023 | - | 6,854,341 | 6,854,341 | - |
| Public Bank (Hong Kong) Ltd Fixed Deposit 2.8% 20/02/2023 | - | 35,432,262 | 35,432,262 | - |
| Public Bank (Hong Kong) Ltd Fixed Deposit 3% 01/03/2023 | - | 28,483,413 | 28,483,413 | - |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

MPF Conservative Fund - Movement of Portfolio Investments (Continued)

| Listed/quoted investments Denominated in HK Dollars | Nominal value at 31.3.2022 HK\$ | Additions HK\$ | Disposals HK\$ | Nominal value at 31.3.2023 HK\$ |
|--|---------------------------------------|-------------------|-------------------|---------------------------------------|
| Fixed Deposit (Continued) | | | | |
| Public Bank (Hong Kong) Ltd Fixed Deposit 4.5% 11/04/2023 | - | 36,515,973 | - | 36,515,973 |
| Public Bank (Hong Kong) Ltd Fixed Deposit 5.1% 23/06/2023 | - | 40,892,028 | - | 40,892,028 |
| Shanghai Commercial Bank Ltd Fixed Deposit 0.3% 19/04/2022 | 37,050,026 | - | 37,050,026 | - |
| Shanghai Commercial Bank Ltd Fixed Deposit 0.5% 30/05/2022 | 50,711,360 | - | 50,711,360 | - |
| Shanghai Commercial Bank Ltd Fixed Deposit 0.6% 14/06/2022 | 25,680,191 | - | 25,680,191 | - |
| Shanghai Commercial Bank Ltd Fixed Deposit 0.7% 24/06/2022 | 35,390,875 | - | 35,390,875 | - |
| Shanghai Commercial Bank Ltd Fixed Deposit 0.7% 30/06/2022 | 20,978,356 | - | 20,978,356 | - |
| Shanghai Commercial Bank Ltd Fixed Deposit 0.7% 19/07/2022 | - | 37,077,737 | 37,077,737 | - |
| Shanghai Commercial Bank Ltd Fixed Deposit 1% 30/08/2022 | - | 50,774,576 | 50,774,576 | - |
| Shanghai Commercial Bank Ltd Fixed Deposit 1.55% 26/09/2022 | - | 35,453,318 | 35,453,318 | - |
| Shanghai Commercial Bank Ltd Fixed Deposit 2.1% 27/09/2022 | - | 9,000,000 | 9,000,000 | - |
| Shanghai Commercial Bank Ltd Fixed Deposit 2% 18/10/2022 | - | 35,036,247 | 35,036,247 | - |
| Shanghai Commercial Bank Ltd Fixed Deposit 2% 19/10/2022 | - | 37,142,446 | 37,142,446 | - |
| Shanghai Commercial Bank Ltd Fixed Deposit 2.7% 30/11/2022 | - | 50,902,556 | 50,902,556 | - |
| Shanghai Commercial Bank Ltd Fixed Deposit 3.5% 28/12/2022 | - | 39,047,638 | 39,047,638 | - |
| Shanghai Commercial Bank Ltd Fixed Deposit 2.4% 30/12/2022 | - | 21,015,370 | 21,015,370 | - |
| Shanghai Commercial Bank Ltd Fixed Deposit 3.8% 18/01/2023 | - | 35,212,868 | 35,212,868 | - |
| Shanghai Commercial Bank Ltd Fixed Deposit 3.9% 19/01/2023 | - | 37,329,684 | 37,329,684 | - |
| Shanghai Commercial Bank Ltd Fixed Deposit 5.25% 01/03/2023 | - | 51,248,972 | 51,248,972 | - |
| Shanghai Commercial Bank Ltd Fixed Deposit 3.8% 09/06/2023 | - | 18,000,000 | - | 18,000,000 |
| Shanghai Commercial Bank Ltd Fixed Deposit 3.6% 23/06/2023 | - | 36,364,298 | - | 36,364,298 |
| Shanghai Commercial Bank Ltd Fixed Deposit 5% 28/06/2023 | - | 39,392,113 | - | 39,392,113 |
| Sumitomo Mitsui Banking Corp Fixed Deposit 0.24% 19/04/2022 | 67,834,551 | - | 67,834,551 | - |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

MPF Conservative Fund - Movement of Portfolio Investments (Continued)

| Listed/quoted investments Denominated in HK Dollars | Nominal value at 31.3.2022 HK\$ | Additions HK\$ | Disposals HK\$ | Nominal value at 31.3.2023 HK\$ |
|--|---------------------------------------|-------------------|-------------------|---------------------------------------|
| Fixed Deposit (Continued) | | | | |
| Sumitomo Mitsui Banking Corp Fixed Deposit 0.4% 23/05/2022 | 20,467,559 | - | 20,467,559 | - |
| Sumitomo Mitsui Banking Corp Fixed Deposit 0.42% 30/05/2022 | 42,443,140 | - | 42,443,140 | - |
| Sumitomo Mitsui Banking Corp Fixed Deposit 0.45% 08/08/2022 | 44,196,055 | - | 44,196,055 | - |
| Sumitomo Mitsui Banking Corp Fixed Deposit 0.91% 19/10/2022 | - | 67,875,140 | 67,875,140 | - |
| Sumitomo Mitsui Banking Corp Fixed Deposit 0.98% 25/10/2022 | - | 33,605,025 | 33,605,025 | - |
| Sumitomo Mitsui Banking Corp Fixed Deposit 1.61% 23/11/2022 | - | 20,487,971 | 20,487,971 | - |
| Sumitomo Mitsui Banking Corp Fixed Deposit 1.61% 30/11/2022 | - | 42,487,583 | 42,487,583 | - |
| Sumitomo Mitsui Banking Corp Fixed Deposit 4.18% 19/01/2023 | - | 68,184,818 | 68,184,818 | - |
| Sumitomo Mitsui Banking Corp Fixed Deposit 4.4% 26/01/2023 | - | 33,770,141 | 33,770,141 | - |
| Sumitomo Mitsui Banking Corp Fixed Deposit 2.92% 08/02/2023 | - | 44,294,679 | 44,294,679 | - |
| Sumitomo Mitsui Banking Corp Fixed Deposit 5.15% 23/02/2023 | - | 20,654,254 | 20,654,254 | - |
| Sumitomo Mitsui Banking Corp Fixed Deposit 5.18% 27/02/2023 | - | 12,000,000 | 12,000,000 | - |
| Sumitomo Mitsui Banking Corp Fixed Deposit 4% 26/07/2023 | - | 34,148,736 | - | 34,148,736 |
| Sumitomo Mitsui Banking Corp Fixed Deposit 4.05% 08/08/2023 | - | 44,946,696 | - | 44,946,696 |
| Sumitomo Mitsui Banking Corp Fixed Deposit 4.02% 21/08/2023 | - | 69,087,451 | - | 69,087,451 |
| Sumitomo Mitsui Banking Corp Fixed Deposit 4.12% 23/08/2023 | - | 20,922,363 | - | 20,922,363 |
| Sumitomo Mitsui Banking Corp Fixed Deposit 4.18% 28/08/2023 | - | 12,160,083 | - | 12,160,083 |
| Sumitomo Mitsui Banking Corp Fixed Deposit 4.19% 31/08/2023 | - | 43,385,838 | - | 43,385,838 |
| UOB Hong Kong Fixed Deposit 0.6% 05/09/2022 | 55,154,982 | - | 55,154,982 | - |
| UOB Hong Kong Fixed Deposit 0.75% 21/09/2022 | 35,054,804 | - | 35,054,804 | - |
| UOB Hong Kong Fixed Deposit 2.6% 05/12/2022 | - | 55,323,620 | 55,323,620 | - |
| UOB Hong Kong Fixed Deposit 5.15% 06/03/2023 | - | 55,682,239 | 55,682,239 | - |
| UOB Hong Kong Fixed Deposit 3.41% 28/06/2023 | - | 52,507,217 | - | 52,507,217 |
| UOB Hong Kong Fixed Deposit 4.66% 29/06/2023 | - | 36,000,000 | - | 36,000,000 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Guaranteed Fund - Schedule of Investments as at 31 March 2023

| 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 | 43,566,386 | 999,821,190 | 100.01 |
| Total portfolio | | <u>999,821,190</u> | <u>100.01</u> |
| Cash and other net liabilities | | <u>(83,796)</u> | <u>(0.01)</u> |
| Net assets attributable to members | | <u><u>999,737,394</u></u> | <u><u>100.00</u></u> |
| Total portfolio at cost | | <u><u>922,562,049</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 2023

Guaranteed Fund - Movement of Portfolio Investments

| Quoted investment | Holding at 31.3.2022 Units | Additions Units | Disposals Units | Holding at 31.3.2023 Units |
|---|----------------------------------|--------------------|--------------------|----------------------------------|
| Fund | | | | |
| Domiciled or incorporated in Hong Kong | | | | |
| Principal Guaranteed Umbrella Fund - | | | | |
| Principal Long Term Guaranteed Fund | 44,830,542 | 5,443,533 | 6,707,689 | 43,566,386 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Global Bond Fund - Schedule of Investments as at 31 March 2023

| 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 | 43,363,306 | 1,006,444,990 | 99.97 |
| Total portfolio | | 1,006,444,990 | 99.97 |
| Cash and other net assets | | 333,933 | 0.03 |
| Net assets attributable to members | | 1,006,778,923 | 100.00 |
| Total portfolio at cost | | 989,148,384 | |

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

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Global Bond Fund - Movement of Portfolio Investments

| Quoted investment | Holding at 31.3.2022 Units | Additions Units | Disposals Units | Holding at 31.3.2023 Units |
|---|----------------------------------|--------------------|--------------------|----------------------------------|
| Fund | | | | |
| Domiciled or incorporated in Hong Kong | | | | |
| Invesco Pooled Investment Fund | | | | |
| MPF Bond Fund - Class B | 44,116,777 | 9,482,106 | 10,235,577 | 43,363,306 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

RMB Bond Fund - Schedule of Investments as at 31 March 2023

| 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 | 28,078,696 | 359,735,835 | 100.35 |
| Derivatives | | | |
| Forward foreign exchange contracts | | (894,534) | (0.25) |
| Total portfolio | | 358,841,301 | 100.10 |
| Cash and other net liabilities | | (355,664) | (0.10) |
| Net assets attributable to members | | 358,485,637 | 100.00 |
| Total portfolio at cost | | 342,969,528 | |

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

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

RMB Bond Fund - Movement of Portfolio Investments

| Quoted investment | Holding at 31.3.2022 Units | Additions Units | Disposals Units | Holding at 31.3.2023 Units |
|---|----------------------------------|--------------------|--------------------|----------------------------------|
| Fund | | | | |
| Domiciled or incorporated in Hong Kong | | | | |
| Invesco Pooled Investment Fund | | | | |
| RMB Bond Fund - Class B | 25,678,067 | 9,240,829 | 6,840,200 | 28,078,696 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Capital Stable Fund - Schedule of Investments as at 31 March 2023

| 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 | 15,350,370 | 489,093,497 | 31.72 |
| Invesco Pooled Investment Fund | | | |
| MPF Bond Fund - Class B | 45,403,616 | 1,053,799,763 | 68.33 |
| Total portfolio | | 1,542,893,260 | 100.05 |
| Cash and other net liabilities | | (800,761) | (0.05) |
| Net assets attributable to members | | 1,542,092,499 | 100.00 |
| Total portfolio at cost | | 1,443,780,558 | |

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

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Capital Stable Fund - Movement of Portfolio Investments

| Quoted investments | Holding at 31.3.2022 Units | Additions Units | Disposals Units | Holding at 31.3.2023 Units |
|---|----------------------------------|--------------------|--------------------|----------------------------------|
| Funds | | | | |
| Domiciled or incorporated in Hong Kong | | | | |
| Invesco Pooled Investment Fund | | | | |
| Global Equities Fund - Class B | 15,875,871 | 2,251,925 | 2,777,426 | 15,350,370 |
| Invesco Pooled Investment Fund | | | | |
| MPF Bond Fund - Class B | 45,910,248 | 7,257,049 | 7,763,681 | 45,403,616 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Balanced Fund - Schedule of Investments as at 31 March 2023

| 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 | 57,396,220 | 1,828,758,402 | 72.90 |
| Invesco Pooled Investment Fund | | | |
| MPF Bond Fund - Class B | 29,209,159 | 677,932,921 | 27.03 |
| Total portfolio | | 2,506,691,323 | 99.93 |
| Cash and other net assets | | 1,805,357 | 0.07 |
| Net assets attributable to members | | 2,508,496,680 | 100.00 |
| Total portfolio at cost | | 2,169,312,877 | |

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

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Balanced Fund - Movement of Portfolio Investments

| Quoted investments | Holding at 31.3.2022 Units | Additions Units | Disposals Units | Holding at 31.3.2023 Units |
|---|----------------------------------|--------------------|--------------------|----------------------------------|
| Funds | | | | |
| Domiciled or incorporated in Hong Kong | | | | |
| Invesco Pooled Investment Fund | | | | |
| Global Equities Fund - Class B | 59,843,502 | 8,219,936 | 10,667,218 | 57,396,220 |
| Invesco Pooled Investment Fund | | | | |
| MPF Bond Fund - Class B | 23,593,261 | 12,348,813 | 6,732,915 | 29,209,159 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Growth Fund - Schedule of Investments as at 31 March 2023

| 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 | 143,416,195 | 4,569,526,813 | 100.10 |
| Total portfolio | | <u>4,569,526,813</u> | <u>100.10</u> |
| Cash and other net liabilities | | <u>(4,642,809)</u> | <u>(0.10)</u> |
| Net assets attributable to members | | <u>4,564,884,004</u> | <u>100.00</u> |
| Total portfolio at cost | | <u>3,677,645,690</u> | |

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

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Growth Fund - Movement of Portfolio Investments

| Quoted investment | Holding at 31.3.2022 Units | Additions Units | Disposals Units | Holding at 31.3.2023 Units |
|---|----------------------------------|--------------------|--------------------|----------------------------------|
| Fund | | | | |
| Domiciled or incorporated in Hong Kong | | | | |
| Invesco Pooled Investment Fund | | | | |
| Global Equities Fund - Class B | 144,668,071 | 17,956,333 | 19,208,209 | 143,416,195 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Hong Kong and China Equity Fund - Schedule of Investments as at 31 March 2023

| 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 | 86,496,668 | 3,656,361,211 | 100.10 |
| Total portfolio | | 3,656,361,211 | 100.10 |
| Cash and other net liabilities | | (3,663,145) | (0.10) |
| Net assets attributable to members | | 3,652,698,066 | 100.00 |
| Total portfolio at cost | | 4,173,453,070 | |

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

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Hong Kong and China Equity Fund - Movement of Portfolio Investments

| Quoted investment | Holding at 31.3.2022 Units | Additions Units | Disposals Units | Holding at 31.3.2023 Units |
|---|----------------------------------|--------------------|--------------------|----------------------------------|
| Fund | | | | |
| Domiciled or incorporated in Hong Kong | | | | |
| Invesco Pooled Investment Fund | | | | |
| Hong Kong and China Fund - Class B | 84,707,842 | 19,767,633 | 17,978,807 | 86,496,668 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Asian Equity Fund - Schedule of Investments as at 31 March 2023

| 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 | 27,063,566 | 1,258,534,305 | 100.00 |
| Total portfolio | | 1,258,534,305 | 100.00 |
| Cash and other net assets | | 8,226 | - |
| Net assets attributable to members | | 1,258,542,531 | 100.00 |
| Total portfolio at cost | | 1,209,873,804 | |

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

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Asian Equity Fund - Movement of Portfolio Investments

| Quoted investment | Holding at 31.3.2022 Units | Additions Units | Disposals Units | Holding at 31.3.2023 Units |
|---|----------------------------------|--------------------|--------------------|----------------------------------|
| Fund | | | | |
| Domiciled or incorporated in Hong Kong | | | | |
| Invesco Pooled Investment Fund | | | | |
| Asia Fund - Class B | 26,948,256 | 4,451,209 | 4,335,899 | 27,063,566 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Invesco Hang Seng Index Tracking Fund - Schedule of Investments as at 31 March 2023

| Quoted investment | Holding Units | Fair value HK\$ | % of net assets |
|---|---------------|--------------------|-----------------|
| Fund | | | |
| Domiciled or incorporated in Hong Kong | | | |
| Tracker Fund of Hong Kong | 33,561,500 | 690,695,670 | 100.46 |
| Total portfolio | | <u>690,695,670</u> | <u>100.46</u> |
| Cash and other net liabilities | | <u>(3,148,579)</u> | <u>(0.46)</u> |
| Net assets attributable to members | | <u>687,547,091</u> | <u>100.00</u> |
| Total portfolio at cost | | <u>810,582,465</u> | |

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

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Invesco Hang Seng Index Tracking Fund - Movement of Portfolio Investments

| Quoted investment | Holding at 31.3.2022 Units | Additions Units | Disposals Units | Holding at 31.3.2023 Units |
|---|----------------------------------|--------------------|--------------------|----------------------------------|
| Fund | | | | |
| Domiciled or incorporated in Hong Kong | | | | |
| Tracker Fund of Hong Kong | 29,155,500 | 10,319,500 | 5,913,500 | 33,561,500 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Age 65 Plus Fund - Schedule of Investments as at 31 March 2023

| 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 | 22,535,505 | 255,478,255 | 100.04 |
| Total portfolio | | <u>255,478,255</u> | <u>100.04</u> |
| Cash and other net liabilities | | <u>(107,986)</u> | <u>(0.04)</u> |
| Net assets attributable to members | | <u>255,370,269</u> | <u>100.00</u> |
| Total portfolio at cost | | <u>265,384,736</u> | |

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

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Age 65 Plus Fund - Movement of Portfolio Investments

| Quoted investment | Holding at 31.3.2022 Units | Additions Units | Disposals Units | Holding at 31.3.2023 Units |
|---|----------------------------------|--------------------|--------------------|----------------------------------|
| Fund | | | | |
| Domiciled or incorporated in Hong Kong | | | | |
| Invesco Pooled Investment Fund | | | | |
| Age 65 Plus Fund - Class B | 21,452,485 | 9,266,692 | 8,183,672 | 22,535,505 |

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Core Accumulation Fund - Schedule of Investments as at 31 March 2023

| 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 | 81,926,181 | 1,116,449,032 | 100.07 |
| Total portfolio | | <u>1,116,449,032</u> | <u>100.07</u> |
| Cash and other net liabilities | | <u>(759,212)</u> | <u>(0.07)</u> |
| Net assets attributable to members | | <u>1,115,689,820</u> | <u>100.00</u> |
| Total portfolio at cost | | <u>1,074,246,523</u> | |

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

Invesco Strategic MPF Scheme

Investment Report (Continued) FOR THE YEAR ENDED 31 MARCH 2023

Core Accumulation Fund - Movement of Portfolio Investments

| Quoted investment | Holding at 31.3.2022 Units | Additions Units | Disposals Units | Holding at 31.3.2023 Units |
|---|----------------------------------|--------------------|--------------------|----------------------------------|
| Fund | | | | |
| Domiciled or incorporated in Hong Kong | | | | |
| Invesco Pooled Investment Fund | | | | |
| Core Accumulation Fund - Class B | 74,248,475 | 28,487,268 | 20,809,562 | 81,926,181 |

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") which are set out on pages 85 to 196, comprise:

- the statement of net assets available for benefits of the Scheme and the statements of net assets of each of its constituent funds as at 31 March 2023;
- the statements 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 statements 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 statements 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 significant accounting policies and other explanatory information.

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 2023, and of each of their financial transactions and each of their 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 ("HKSAs") 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.

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

Emphasis of Matter

We draw your attention to Note 2 to the financial statements which states that Guaranteed Fund will be terminated on 30 November 2023. As a result, the financial statements of Guaranteed Fund have been prepared using liquidation basis of accounting. Our opinion is not modified in respect of this matter.

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 HKSAAs 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 HKSAAs, 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, 19 September 2023

Invesco Strategic MPF Scheme - Scheme

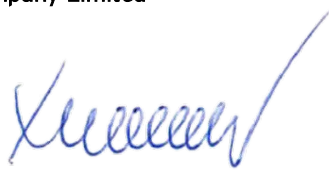
Statement of Net Assets Available for Benefits AS AT 31 MARCH 2023

| | Note | 2023 HK\$ | 2022 HK\$ |
|--|------|-----------------------|-----------------------|
| Assets | | | |
| Current assets | | | |
| Financial assets at fair value through profit or loss | 8 | 20,423,250,492 | 21,226,306,392 |
| Amounts receivable on sale of financial assets at fair value through profit or loss | | 22,221,243 | 40,587,228 |
| Contributions receivable | | | |
| From employers | | 71,462,685 | 71,258,912 |
| From members | | 53,968,331 | 55,394,389 |
| Surcharge | | 143 | 2 |
| Bank balances and deposits | | 42,433,491 | 44,933,867 |
| Total assets | | 20,613,336,385 | 21,438,480,790 |
| Liabilities | | | |
| Current liabilities | | | |
| Accruals and other payables | | 14,892,344 | 14,057,011 |
| Benefits payable | | 56,432,158 | 90,850,566 |
| Forfeitures payable | | 34,905,172 | 33,552,593 |
| Amounts payable on purchase of financial assets at fair value through profit or loss | | 391,842 | 752,087 |
| Total liabilities | | 106,621,516 | 139,212,257 |
| Net assets available for benefits attributable to members | | 20,506,714,869 | 21,299,268,533 |

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 2023

| | Note | 2023 HK\$ | 2022 HK\$ |
|--|------|-------------------------------|-------------------------------|
| Income | | | |
| Bank interest | | 556 | 558 |
| Change in unrealised gains/losses of financial assets at fair value through profit or loss | | (1,275,269,845) | (3,750,926,130) |
| Realised gains on disposal of financial assets at fair value through profit or loss | | <u>110,820,727</u> | <u>666,553,196</u> |
| Total loss | | <u>(1,164,448,562)</u> | <u>(3,084,372,376)</u> |
| Expenses | | | |
| Administrative and other expenses | | <u>1,161</u> | <u>606</u> |
| Total expenses | | <u>1,161</u> | <u>606</u> |
| Net loss | | <u><u>(1,164,449,723)</u></u> | <u><u>(3,084,372,982)</u></u> |
| Contributions received and receivable | | | |
| | 6 | | |
| From employers | | | |
| Mandatory | | 697,815,795 | 734,748,407 |
| Voluntary | | 244,424,153 | 255,617,826 |
| From members | | | |
| Mandatory | | 678,337,385 | 714,938,881 |
| Voluntary | | 35,038,917 | 42,939,866 |
| Tax deductible voluntary | | <u>17,780,763</u> | <u>20,646,476</u> |
| | | <u>1,673,397,013</u> | <u>1,768,891,456</u> |
| Contribution surcharge | | 25,495 | 75,383 |
| Transfers in | | | |
| Group transfers in from other schemes | | 4,246,093 | 103,466,884 |
| Individual transfers in from other schemes | | <u>165,637,198</u> | <u>200,917,563</u> |
| | | <u>169,883,291</u> | <u>304,384,447</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 2023

| | Note | 2023 HK\$ | 2022 HK\$ |
|---|------|----------------|-----------------|
| Benefits paid and payable | 7 | | |
| Retirement | | 132,628,150 | 159,995,149 |
| Early retirement | | 52,703,984 | 70,891,784 |
| Death | | 12,493,711 | 9,067,128 |
| Permanent departure | | 141,264,449 | 197,434,486 |
| Small balance | | 9,306 | 9,103 |
| Refund of voluntary contributions to leavers | | 142,383,642 | 217,312,529 |
| Total incapacity | | 554,061 | 5,308,051 |
| Terminal illness | | 187,534 | 5,835,158 |
| | | 482,224,837 | 665,853,388 |
| Transfers out | | | |
| Group transfers out to other schemes | | 242,484,151 | 1,002,835,158 |
| Individual transfers out to other schemes | | 610,408,741 | 1,066,437,986 |
| | | 852,892,892 | 2,069,273,144 |
| Forfeitures | | 17,231,613 | 26,803,817 |
| Long service payment | | 119,060,398 | 125,859,554 |
| Changes in net assets available for benefits attributable to members | | (792,553,664) | (3,898,811,599) |
| Net assets available for benefits attributable to members at the beginning of the year | | | |
| - Members' accounts | | 21,299,268,533 | 25,198,080,132 |
| Net assets available for benefits attributable to members at the end of the year | | | |
| - Members' accounts | | 20,506,714,869 | 21,299,268,533 |

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 2023

| | 2023 HK\$ | 2022 HK\$ |
|--|--------------------------|--------------------------|
| Cash flows from operating activities | | |
| Payments for purchase of financial assets at fair value through profit or loss | (4,436,077,046) | (5,835,450,398) |
| Proceeds from disposal of financial assets at fair value through profit or loss | 4,092,689,568 | 6,722,155,337 |
| Interest received | 556 | 558 |
| Administrative and other expenses paid | <u>(1,161)</u> | <u>(606)</u> |
| Net cash (used in)/from operating activities | <u>(343,388,083)</u> | <u>886,704,891</u> |
| Cash flows from financing activities | | |
| Contributions and transfers in received | 1,844,527,943 | 2,087,794,806 |
| Benefits, transfers out, long service payment and forfeitures paid | <u>(1,503,640,236)</u> | <u>(2,973,627,216)</u> |
| Net cash from/(used in) financing activities | <u>340,887,707</u> | <u>(885,832,410)</u> |
| Net (decrease)/increase in cash and cash equivalents | (2,500,376) | 872,481 |
| Cash and cash equivalents at the beginning of the year | <u>44,933,867</u> | <u>44,061,386</u> |
| Cash and cash equivalents at the end of the year | <u><u>42,433,491</u></u> | <u><u>44,933,867</u></u> |
| Analysis of balance of cash and cash equivalents | | |
| Bank balances and deposits | <u><u>42,433,491</u></u> | <u><u>44,933,867</u></u> |


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

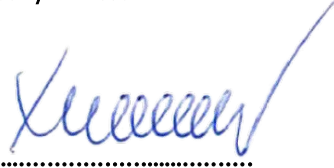
Invesco Strategic MPF Scheme - MPF Conservative Fund

Statement of Net Assets AS AT 31 MARCH 2023

| | Note | 2023 HK\$ | 2022 HK\$ | |
|--|------|----------------------|----------------------|---------|
| Assets | | | | |
| Current assets | | | | |
| Financial assets at fair value through profit or loss | 8 | 1,880,639,907 | 1,538,409,935 | |
| Interest receivable - bank deposits | | 10,183,198 | 1,145,721 | |
| Interest receivable - certificates of deposit | | 2,172,500 | 103,103 | |
| Amounts receivable on fund switching | | 12,596,847 | 19,148,225 | |
| Bank balances and deposits | | 631,553,229 | 839,981,621 | |
| Total assets | | 2,537,145,681 | 2,398,788,605 | |
| Liabilities | | | | |
| Current liabilities | | | | |
| Amounts payable on redemption | | 3,854,012 | 6,530,662 | |
| Amounts payable on fund switching | | 9,503,031 | 14,533,604 | |
| Amounts payable on purchase of financial assets at fair value through profit or loss | | 49,091,776 | - | |
| Other payables | | 1,769,284 | 1,056,012 | |
| Liabilities (excluding net assets attributable to members) | | 64,218,103 | 22,120,278 | |
| Net assets attributable to members | | 2,472,927,578 | 2,376,668,327 | |
| Number of units outstanding | | | | |
| Class A | | 104,365,551.37228 | 101,642,807.63326 | |
| Class H | | 98,920,637.74303 | 96,253,720.79099 | |
| Net asset value per unit | | | | |
| Class A | \$ | 12.1659 | \$ | 12.0109 |
| Class H | \$ | 12.1635 | \$ | 12.0084 |

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 - MPF Conservative Fund

Statement of Comprehensive Income FOR THE YEAR ENDED 31 MARCH 2023

| | Note | 2023 HK\$ | 2022 HK\$ |
|--|-------|--------------|--------------|
| Investment income | | | |
| Interest income on bonds | | 1,298,135 | 229,771 |
| Interest income on certificates of deposit | | 4,242,998 | 426,028 |
| Interest income on bank deposits | | 42,669,565 | 6,701,337 |
| Change in unrealised gains/losses of financial assets at fair value through profit or loss | | 3,879,148 | (813,606) |
| Realised gains on disposal of financial assets at fair value through profit or loss | | 3,951,949 | 687,536 |
| Total income | | 56,041,795 | 7,231,066 |
| Expenses | | | |
| Investment management fee | 5 (a) | 7,207,875 | 1,988,755 |
| Trustee and administration fees | 5 (b) | 13,082,294 | 3,609,590 |
| Safe custody and bank charges | | 100,848 | 88,619 |
| Sponsor fee | 5 (c) | 3,603,938 | 994,377 |
| Auditor's remuneration | | 162,547 | 123,215 |
| Legal and professional fees | | 45,785 | 24,508 |
| Other expenses | | 371,183 | 376,500 |
| Total expenses | | 24,574,470 | 7,205,564 |
| Increase in net assets attributable to members | | 31,467,325 | 25,502 |

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 2023

| | 2023 HK\$ | 2022 HK\$ |
|---|--------------------|--------------------|
| Balance at the beginning of the year | 2,376,668,327 | 2,877,967,295 |
| Proceeds on subscription of units | 1,087,333,461 | 1,098,901,810 |
| Payments on redemption of units | (1,022,541,535) | (1,600,226,280) |
| | 64,791,926 | (501,324,470) |
| Increase in net assets attributable to members | 31,467,325 | 25,502 |
| Balance at the end of the year | 2,472,927,578 | 2,376,668,327 |
| Units - Class A | | |
| Units outstanding at beginning of the year | 101,642,807.63326 | 126,086,055.82471 |
| Units subscribed | 40,947,533.91330 | 42,432,903.31734 |
| Units redeemed | (38,224,790.17428) | (66,876,151.50879) |
| Units outstanding at end of the year | 104,365,551.37228 | 101,642,807.63326 |
| Units - Class H | | |
| Units outstanding at beginning of the year | 96,253,720.79099 | 113,553,502.82234 |
| Units subscribed | 49,361,075.64658 | 49,070,002.21668 |
| Units redeemed | (46,694,158.69454) | (66,369,784.24803) |
| Units outstanding at end of the year | 98,920,637.74303 | 96,253,720.79099 |

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 2023

| | 2023 HK\$ | 2022 HK\$ |
|---|-----------------|-----------------|
| Cash flows from operating activities | | |
| Payments for purchase of investments | (5,921,133,939) | (6,516,674,374) |
| Proceeds from sale of investments | 5,635,866,756 | 6,673,218,046 |
| Interest received on bank deposits | 33,632,088 | 6,542,133 |
| Interest received on bonds and certificates of deposit | 3,431,820 | 1,239,482 |
| Investment management fee paid | (7,028,791) | (1,966,038) |
| Trustee and administration fees paid | (12,757,257) | (3,568,359) |
| Sponsor fee paid | (3,514,396) | (983,019) |
| Operating expenses paid | (560,754) | (608,885) |
| Net cash (used in)/from operating activities | (272,064,473) | 157,198,986 |
| Cash flows from financing activities | | |
| Proceeds on subscription of units | 1,093,884,839 | 1,110,600,084 |
| Payments on redemption of units | (1,030,248,758) | (1,604,775,973) |
| Net cash from/(used in) financing activities | 63,636,081 | (494,175,889) |
| Net decrease in cash and cash equivalents | (208,428,392) | (336,976,903) |
| Cash and cash equivalents at the beginning of the year | 839,981,621 | 1,176,958,524 |
| Cash and cash equivalents at the end of the year | 631,553,229 | 839,981,621 |
| Analysis of balance of cash and cash equivalents | | |
| Bank balances and deposits | 631,553,229 | 839,981,621 |

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 2023

| | Note | 2023 HK\$ | 2022 HK\$ | |
|--|------|------------------|------------------|---------|
| Assets | | | | |
| Current assets | | | | |
| Financial assets at fair value through profit or loss | 8 | 999,821,190 | 1,064,560,134 | |
| Amounts receivable on sale of financial assets at fair value through profit or loss | | 1,784,939 | 167,035 | |
| Bank balances and deposits | | 448,560 | 1,337,061 | |
| Total assets | | 1,002,054,689 | 1,066,064,230 | |
| Liabilities | | | | |
| Current liabilities | | | | |
| Amounts payable on redemption | | 912,627 | 1,498,484 | |
| Amounts payable on purchase of financial assets at fair value through profit or loss | | 13,230 | 5,591 | |
| Other payables | | 1,391,438 | 1,431,727 | |
| Total liabilities | | 2,317,295 | 2,935,802 | |
| Equity | | | | |
| Net assets attributable to members | | 999,737,394 | 1,063,128,428 | |
| Number of units outstanding | | | | |
| Class G | | 82,519,600.56810 | 83,574,271.73373 | |
| Net asset value per unit | | | | |
| Class G | \$ | 12.1151 | \$ | 12.7208 |

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 2023

| | Note | 2023 HK\$ | 2022 HK\$ |
|--|-------|---------------------|---------------------|
| Investment income | | | |
| Change in unrealised gains/losses of financial assets at fair value through profit or loss | | (45,903,763) | (68,460,662) |
| Realised gains on disposal of financial assets at fair value through profit or loss | | <u>10,018,620</u> | <u>38,761,513</u> |
| Total loss | | <u>(35,885,143)</u> | <u>(29,699,149)</u> |
| Expenses | | | |
| Investment management fee | 5 (a) | 7,964,717 | 9,259,559 |
| Trustee and administration fees | 5 (b) | 5,226,845 | 6,076,586 |
| Safe custody and bank charges | | 1,042 | 1,036 |
| Sponsor fee | 5 (c) | 995,590 | 1,157,445 |
| Auditor's remuneration | | 69,790 | 56,783 |
| Legal and professional fees | | 21,303 | 23,681 |
| Other expenses | | <u>209,032</u> | <u>202,534</u> |
| Total expenses | | <u>14,488,319</u> | <u>16,777,624</u> |
| Total comprehensive loss | | <u>(50,373,462)</u> | <u>(46,476,773)</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 2023**

| | 2023 HK\$ | 2022 HK\$ |
|--|--------------------------------|--------------------------------|
| Balance at the beginning of the year | <u>1,063,128,428</u> | <u>1,177,556,634</u> |
| Proceeds on subscription of units | 123,272,549 | 158,346,587 |
| Payments on redemption of units | (136,290,121) | (226,298,020) |
| | <u>(13,017,572)</u> | <u>(67,951,433)</u> |
| Total comprehensive loss | <u>(50,373,462)</u> | <u>(46,476,773)</u> |
| Balance at the end of the year | <u>999,737,394</u> | <u>1,063,128,428</u> |
| Units - Class G | | |
| Units outstanding at the beginning of the year | 83,574,271.73373 | 88,707,011.80019 |
| Units subscribed | 10,287,186.71529 | 11,839,608.01553 |
| Units redeemed | <u>(11,341,857.88092)</u> | <u>(16,972,348.08199)</u> |
| Units outstanding at the end of the year | <u>82,519,600.56810</u> | <u>83,574,271.73373</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 2023

| | 2023 HK\$ | 2022 HK\$ |
|---|-----------------------|-------------------------|
| Cash flows from operating activities | | |
| Payments for purchase of investments | (122,648,684) | (157,743,481) |
| Proceeds from sale of investments | 149,892,220 | 243,167,199 |
| Investment management fee paid | (8,024,031) | (9,384,423) |
| Trustee and administration fees paid | (5,265,770) | (6,158,527) |
| Sponsor fee paid | (1,003,004) | (1,173,053) |
| Operating expenses paid | <u>(235,803)</u> | <u>(253,490)</u> |
| Net cash from operating activities | <u>12,714,928</u> | <u>68,454,225</u> |
| Cash flows from financing activities | | |
| Proceeds on subscription of units | 123,272,549 | 158,346,587 |
| Payments on redemption of units | <u>(136,875,978)</u> | <u>(229,117,613)</u> |
| Net cash used in financing activities | <u>(13,603,429)</u> | <u>(70,771,026)</u> |
| Net decrease in cash and cash equivalents | (888,501) | (2,316,801) |
| Cash and cash equivalents at the beginning of the year | <u>1,337,061</u> | <u>3,653,862</u> |
| Cash and cash equivalents at the end of the year | <u><u>448,560</u></u> | <u><u>1,337,061</u></u> |
| Analysis of balance of cash and cash equivalents | | |
| Bank balances and deposits | <u><u>448,560</u></u> | <u><u>1,337,061</u></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 2023

| | Note | 2023 HK\$ | 2022 HK\$ | |
|--|------|------------------|------------------|---------|
| Assets | | | | |
| Current assets | | | | |
| Financial assets at fair value through profit or loss | 8 | 1,006,444,990 | 1,064,586,357 | |
| Amounts receivable on fund switching | | 4,272,029 | 2,312,896 | |
| Amounts receivable on sale of financial assets at fair value through profit or loss | | 3,627,279 | 7,181,196 | |
| Bank balances and deposits | | 2,025,199 | 1,837,556 | |
| Total assets | | 1,016,369,497 | 1,075,918,005 | |
| Liabilities | | | | |
| Current liabilities | | | | |
| Amounts payable on redemption | | 1,303,272 | 2,453,563 | |
| Amounts payable on fund switching | | 2,993,822 | 5,210,565 | |
| Amounts payable on purchase of financial assets at fair value through profit or loss | | 4,272,029 | 2,312,896 | |
| Other payables | | 1,021,451 | 1,064,360 | |
| Liabilities (excluding net assets attributable to members) | | 9,590,574 | 11,041,384 | |
| Net assets attributable to members | | 1,006,778,923 | 1,064,876,621 | |
| Number of units outstanding | | | | |
| Class A | | 34,699,711.73989 | 34,385,993.81915 | |
| Class H | | 33,140,952.47303 | 33,898,803.70057 | |
| Net asset value per unit | | | | |
| Class A | \$ | 14.6541 | \$ | 15.4050 |
| Class H | \$ | 15.0353 | \$ | 15.7870 |

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 - Global Bond Fund

Statement of Comprehensive Income FOR THE YEAR ENDED 31 MARCH 2023

| | Note | 2023 HK\$ | 2022 HK\$ |
|--|-------|----------------------------|----------------------------|
| Investment income | | | |
| Interest income on bank deposits | | 761 | 34 |
| Change in unrealised gains/losses of financial assets at fair value through profit or loss | | (37,457,794) | (95,290,929) |
| Realised (losses)/gains on disposal of financial assets at fair value through profit or loss | | <u>(3,812,551)</u> | <u>51,341,148</u> |
| Total loss | | <u><u>(41,269,584)</u></u> | <u><u>(43,949,747)</u></u> |
| Expenses | | | |
| Investment management fee | 5 (a) | 3,818,650 | 4,705,398 |
| Trustee and administration fees | 5 (b) | 5,139,288 | 6,327,888 |
| Safe custody and bank charges | | 1,771 | 1,854 |
| Sponsor fee | 5 (c) | 978,912 | 1,205,312 |
| Auditor's remuneration | | 65,588 | 57,108 |
| Legal and professional fees | | 18,865 | 11,099 |
| Other expenses | | <u>187,984</u> | <u>211,290</u> |
| Total expenses | | <u><u>10,211,058</u></u> | <u><u>12,519,949</u></u> |
| Decrease in net assets attributable to members | | <u><u>(51,480,642)</u></u> | <u><u>(56,469,696)</u></u> |

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 2023

| | 2023 HK\$ | 2022 HK\$ |
|---|-------------------------|-------------------------|
| Balance at the beginning of the year | 1,064,876,621 | 1,298,168,935 |
| Proceeds on subscription of units | 213,325,008 | 288,627,361 |
| Payments on redemption of units | (219,942,064) | (465,449,979) |
| | (6,617,056) | (176,822,618) |
| Decrease in net assets attributable to members | (51,480,642) | (56,469,696) |
| Balance at the end of the year | 1,006,778,923 | 1,064,876,621 |
| Units - Class A | | |
| Units outstanding at the beginning of the year | 34,385,993.81915 | 40,998,300.22524 |
| Units subscribed | 6,775,884.57322 | 8,042,452.42243 |
| Units redeemed | (6,462,166.65248) | (14,654,758.82852) |
| Units outstanding at the end of the year | 34,699,711.73989 | 34,385,993.81915 |
| Units - Class H | | |
| Units outstanding at the beginning of the year | 33,898,803.70057 | 38,105,661.01545 |
| Units subscribed | 7,954,603.60477 | 9,461,635.21792 |
| Units redeemed | (8,712,454.83231) | (13,668,492.53280) |
| Units outstanding at the end of the year | 33,140,952.47303 | 33,898,803.70057 |

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 2023

| | 2023 HK\$ | 2022 HK\$ |
|---|-------------------------|-------------------------|
| Cash flows from operating activities | | |
| Payments for purchase of investments | (211,365,875) | (291,701,054) |
| Proceeds from sale of investments | 233,749,947 | 479,133,940 |
| Interest received on bank deposits | 761 | 34 |
| Investment management fee paid | (3,849,655) | (4,782,139) |
| Trustee and administration fees paid | (5,181,705) | (6,429,047) |
| Sponsor fee paid | (986,992) | (1,224,580) |
| Operating expenses paid | <u>(235,615)</u> | <u>(272,541)</u> |
| Net cash from operating activities | <u>12,130,866</u> | <u>174,724,613</u> |
| Cash flows from financing activities | | |
| Proceeds on subscription of units | 211,365,875 | 291,701,054 |
| Payments on redemption of units | <u>(223,309,098)</u> | <u>(468,640,425)</u> |
| Net cash used in financing activities | <u>(11,943,223)</u> | <u>(176,939,371)</u> |
| Net increase/(decrease) in cash and cash equivalents | 187,643 | (2,214,758) |
| Cash and cash equivalents at the beginning of the year | <u>1,837,556</u> | <u>4,052,314</u> |
| Cash and cash equivalents at the end of the year | <u><u>2,025,199</u></u> | <u><u>1,837,556</u></u> |
| Analysis of balance of cash and cash equivalents | | |
| Bank balances and deposits | <u><u>2,025,199</u></u> | <u><u>1,837,556</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 2023

| | Note | 2023 HK\$ | 2022 HK\$ | |
|--|-------|--------------------|--------------------|---------|
| Assets | | | | |
| Current assets | | | | |
| Financial assets at fair value through profit or loss | 8, 14 | 359,735,835 | 342,106,324 | |
| Amounts receivable on sale of financial assets at fair value through profit or loss | | 1,004,960 | 1,158,989 | |
| Amounts receivable on fund switching | | 717,566 | 2,295,966 | |
| Bank balances and deposits | | 341,004 | 517,713 | |
| Total assets | | 361,799,365 | 346,078,992 | |
| Liabilities | | | | |
| Current liabilities | | | | |
| Financial liabilities at fair value through profit or loss | 8, 14 | 894,534 | 69,104 | |
| Amounts payable on redemption | | 739,952 | 118,574 | |
| Amounts payable on fund switching | | 605,868 | 1,557,989 | |
| Amounts payable on purchase of financial assets at fair value through profit or loss | | 717,566 | 2,295,966 | |
| Other payables | | 355,808 | 328,983 | |
| Liabilities (excluding net assets attributable to members) | | 3,313,728 | 4,370,616 | |
| Net assets attributable to members | | 358,485,637 | 341,708,376 | |
| Number of units outstanding | | | | |
| Class A | | 16,697,615.76880 | 15,605,345.44292 | |
| Class H | | 18,120,447.43468 | 16,787,937.93237 | |
| Net asset value per unit | | | | |
| Class A | \$ | 10.2302 | \$ | 10.4887 |
| Class H | \$ | 10.3566 | \$ | 10.6045 |

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 2023

| | Note | 2023 HK\$ | 2022 HK\$ |
|--|-------|--------------------|-------------------|
| Investment income | | | |
| Interest income on bank deposits | | 4 | 6 |
| Change in unrealised gains/losses of financial assets at fair value through profit or loss | | (16,246,996) | 5,770,421 |
| Realised gains on disposal of financial assets at fair value through profit or loss | | <u>11,722,135</u> | <u>5,694,017</u> |
| Total (loss)/income | | <u>(4,524,857)</u> | <u>11,464,444</u> |
| Expenses | | | |
| Investment management fee | 5 (a) | 1,317,748 | 1,302,986 |
| Trustee and administration fees | 5 (b) | 1,787,420 | 1,758,421 |
| Safe custody and bank charges | | 384 | 447 |
| Sponsor fee | 5 (c) | 340,461 | 334,937 |
| Auditor's remuneration | | 22,989 | 15,638 |
| Legal and professional fees | | 6,420 | 9,901 |
| Other expenses | | <u>90,828</u> | <u>87,334</u> |
| Total expenses | | <u>3,566,250</u> | <u>3,509,664</u> |
| (Decrease)/increase in net assets attributable to members | | <u>(8,091,107)</u> | <u>7,954,780</u> |

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 2023

| | 2023 HK\$ | 2022 HK\$ |
|--|-------------------|-------------------|
| Balance at the beginning of the year | 341,708,376 | 331,090,093 |
| Proceeds on subscription of units | 105,404,458 | 130,554,447 |
| Payments on redemption of units | (80,536,090) | (127,890,944) |
| | 24,868,368 | 2,663,503 |
| (Decrease)/increase in net assets attributable to members | (8,091,107) | 7,954,780 |
| Balance at the end of the year | 358,485,637 | 341,708,376 |
| Units - Class A | | |
| Units outstanding at the beginning of the year | 15,605,345.44292 | 16,506,778.02293 |
| Units subscribed | 4,623,696.52369 | 5,757,892.99197 |
| Units redeemed | (3,531,426.19781) | (6,659,325.57198) |
| Units outstanding at the end of the year | 16,697,615.76880 | 15,605,345.44292 |
| Units - Class H | | |
| Units outstanding at the beginning of the year | 16,787,937.93237 | 15,654,274.52264 |
| Units subscribed | 5,746,682.61305 | 6,673,341.34254 |
| Units redeemed | (4,414,173.11074) | (5,539,677.93281) |
| Units outstanding at the end of the year | 18,120,447.43468 | 16,787,937.93237 |

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 2023

| | 2023 HK\$ | 2022 HK\$ |
|---|-----------------------|-----------------------|
| Cash flows from operating activities | | |
| Payments for purchase of investments | (117,817,978) | (131,302,161) |
| Proceeds from sale of investments | 95,064,665 | 132,545,798 |
| Interest received on bank deposits | 4 | 6 |
| Investment management fee paid | (1,313,949) | (1,301,471) |
| Trustee and administration fees paid | (1,781,802) | (1,755,058) |
| Sponsor fee paid | (339,391) | (334,296) |
| Operating expenses paid | <u>(104,283)</u> | <u>(106,881)</u> |
| Net cash used in operating activities | <u>(26,292,734)</u> | <u>(2,254,063)</u> |
| Cash flows from financing activities | | |
| Proceeds on subscription of units | 106,982,858 | 131,302,161 |
| Payments on redemption of units | <u>(80,866,833)</u> | <u>(130,732,594)</u> |
| Net cash from financing activities | <u>26,116,025</u> | <u>569,567</u> |
| Net decrease in cash and cash equivalents | (176,709) | (1,684,496) |
| Cash and cash equivalents at the beginning of the year | <u>517,713</u> | <u>2,202,209</u> |
| Cash and cash equivalents at the end of the year | <u><u>341,004</u></u> | <u><u>517,713</u></u> |
| Analysis of balance of cash and cash equivalents | | |
| Bank balances and deposits | <u><u>341,004</u></u> | <u><u>517,713</u></u> |


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 2023

| | Note | 2023 HK\$ | 2022 HK\$ | |
|--|------|------------------|------------------|---------|
| Assets | | | | |
| Current assets | | | | |
| Financial assets at fair value through profit or loss | 8 | 1,542,893,260 | 1,638,523,713 | |
| Amounts receivable on sale of financial assets at fair value through profit or loss | | 1,462,834 | 5,247,779 | |
| Amounts receivable on fund switching | | 1,087,027 | 1,663,439 | |
| Bank balances and deposits | | 1,565,163 | 23,989,948 | |
| Total assets | | 1,547,008,284 | 1,669,424,879 | |
| Liabilities | | | | |
| Current liabilities | | | | |
| Amounts payable on redemption | | 1,510,731 | 2,235,299 | |
| Amounts payable on fund switching | | 706,202 | 3,429,819 | |
| Amounts payable on purchase of financial assets at fair value through profit or loss | | 1,087,027 | 1,663,439 | |
| Other payables | | 1,611,825 | 1,692,791 | |
| Liabilities (excluding net assets attributable to members) | | 4,915,785 | 9,021,348 | |
| Net assets attributable to members | | 1,542,092,499 | 1,660,403,531 | |
| Number of units outstanding | | | | |
| Class A | | 47,404,251.51668 | 48,306,975.68146 | |
| Class H | | 28,258,679.07677 | 29,021,605.06704 | |
| Net asset value per unit | | | | |
| Class A | \$ | 20.0979 | \$ | 21.1817 |
| Class H | \$ | 20.8561 | \$ | 21.9554 |

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 2023

| | Note | 2023 HK\$ | 2022 HK\$ |
|--|-------|--------------|---------------|
| Investment income | | | |
| Interest income on bank deposits | | 604 | 62 |
| Change in unrealised gains/losses of financial assets at fair value through profit or loss | | (76,633,036) | (191,649,204) |
| Realised gains on disposal of financial assets at fair value through profit or loss | | 7,870,358 | 85,553,160 |
| Total loss | | (68,762,074) | (106,095,982) |
| Expenses | | | |
| Investment management fee | 5 (a) | 6,101,375 | 7,614,105 |
| Trustee and administration fees | 5 (b) | 7,923,300 | 9,877,245 |
| Safe custody and bank charges | | 2,325 | 2,459 |
| Sponsor fee | 5 (c) | 1,509,200 | 1,881,380 |
| Auditor's remuneration | | 101,033 | 88,743 |
| Legal and professional fees | | 33,231 | 17,712 |
| Other expenses | | 312,373 | 351,595 |
| Total expenses | | 15,982,837 | 19,833,239 |
| Decrease in net assets attributable to members | | (84,744,911) | (125,929,221) |

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 2023

| | 2023 HK\$ | 2022 HK\$ |
|---|-------------------------|-------------------------|
| Balance at the beginning of the year | 1,660,403,531 | 1,995,155,747 |
| Proceeds on subscription of units | 178,423,273 | 243,642,437 |
| Payments on redemption of units | (211,989,394) | (452,465,432) |
| | (33,566,121) | (208,822,995) |
| Decrease in net assets attributable to members | (84,744,911) | (125,929,221) |
| Balance at the end of the year | 1,542,092,499 | 1,660,403,531 |
| Units - Class A | | |
| Units outstanding at the beginning of the year | 48,306,975.68146 | 55,098,276.76251 |
| Units subscribed | 5,142,688.61970 | 5,975,553.75369 |
| Units redeemed | (6,045,412.78448) | (12,766,854.83474) |
| Units outstanding at the end of the year | 47,404,251.51668 | 48,306,975.68146 |
| Units - Class H | | |
| Units outstanding at the beginning of the year | 29,021,605.06704 | 31,451,183.64520 |
| Units subscribed | 3,889,934.57997 | 4,617,723.57590 |
| Units redeemed | (4,652,860.57024) | (7,047,302.15406) |
| Units outstanding at the end of the year | 28,258,679.07677 | 29,021,605.06704 |

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 2023

| | 2023 HK\$ | 2022 HK\$ |
|---|---------------|---------------|
| Cash flows from operating activities | | |
| Payments for purchase of investments | (231,965,155) | (284,621,282) |
| Proceeds from sale of investments | 262,041,463 | 518,168,221 |
| Interest received on bank deposits | 604 | 62 |
| Investment management fee paid | (6,156,313) | (7,734,953) |
| Trustee and administration fees paid | (7,994,205) | (10,031,858) |
| Sponsor fee paid | (1,522,706) | (1,910,830) |
| Operating expenses paid | (390,579) | (442,748) |
| Net cash from operating activities | 14,013,109 | 213,426,612 |
| Cash flows from financing activities | | |
| Proceeds on subscription of units | 178,999,685 | 244,430,492 |
| Payments on redemption of units | (215,437,579) | (455,574,031) |
| Net cash used in financing activities | (36,437,894) | (211,143,539) |
| Net (decrease)/increase in cash and cash equivalents | (22,424,785) | 2,283,073 |
| Cash and cash equivalents at the beginning of the year | 23,989,948 | 21,706,875 |
| Cash and cash equivalents at the end of the year | 1,565,163 | 23,989,948 |
| Analysis of balance of cash and cash equivalents | | |
| Bank balances and deposits | 1,565,163 | 23,989,948 |


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 2023

| | Note | 2023 HK\$ | 2022 HK\$ | |
|--|------|------------------|------------------|---------|
| Assets | | | | |
| Current assets | | | | |
| Financial assets at fair value through profit or loss | 8 | 2,506,691,323 | 2,569,630,361 | |
| Amounts receivable on sale of financial assets at fair value through profit or loss | | 3,899,164 | 7,363,043 | |
| Amounts receivable on fund switching | | 5,214,426 | 2,265,389 | |
| Bank balances and deposits | | 6,341,232 | 92,198,390 | |
| Total assets | | 2,522,146,145 | 2,671,457,183 | |
| Liabilities | | | | |
| Current liabilities | | | | |
| Amounts payable on redemption | | 2,489,291 | 5,589,448 | |
| Amounts payable on fund switching | | 3,371,198 | 3,485,158 | |
| Amounts payable on purchase of financial assets at fair value through profit or loss | | 5,214,426 | 2,265,389 | |
| Other payables | | 2,574,550 | 2,648,813 | |
| Liabilities (excluding net assets attributable to members) | | 13,649,465 | 13,988,808 | |
| Net assets attributable to members | | 2,508,496,680 | 2,657,468,375 | |
| Number of units outstanding | | | | |
| Class A | | 62,860,652.19637 | 63,329,430.16815 | |
| Class H | | 46,104,250.17878 | 45,908,066.00308 | |
| Net asset value per unit | | | | |
| Class A | \$ | 22.4667 | \$ | 23.7575 |
| Class H | \$ | 23.7771 | \$ | 25.1136 |

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 2023

| | Note | 2023 HK\$ | 2022 HK\$ |
|--|-------|---------------|---------------|
| Investment income | | | |
| Interest income on bank deposits | | 2,329 | 140 |
| Change in unrealised gains/losses of financial assets at fair value through profit or loss | | (161,416,137) | (433,132,177) |
| Realised gains on disposal of financial assets at fair value through profit or loss | | 41,802,795 | 183,257,262 |
| Total loss | | (119,611,013) | (249,874,775) |
| Expenses | | | |
| Investment management fee | 5 (a) | 9,605,290 | 11,890,451 |
| Trustee and administration fees | 5 (b) | 12,679,587 | 15,662,077 |
| Safe custody and bank charges | | 3,265 | 3,451 |
| Sponsor fee | 5 (c) | 2,415,159 | 2,983,253 |
| Auditor's remuneration | | 161,969 | 140,442 |
| Legal and professional fees | | 50,604 | 28,426 |
| Other expenses | | 448,799 | 508,636 |
| Total expenses | | 25,364,673 | 31,216,736 |
| Decrease in net assets attributable to members | | (144,975,686) | (281,091,511) |

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 2023

| | 2023 HK\$ | 2022 HK\$ |
|---|-----------------------------|-----------------------------|
| Balance at the beginning of the year | <u>2,657,468,375</u> | <u>3,142,698,726</u> |
| Proceeds on subscription of units | 288,538,681 | 360,082,263 |
| Payments on redemption of units | (292,534,690) | (564,221,103) |
| | <u>(3,996,009)</u> | <u>(204,138,840)</u> |
| Decrease in net assets attributable to members | <u>(144,975,686)</u> | <u>(281,091,511)</u> |
| Balance at the end of the year | <u><u>2,508,496,680</u></u> | <u><u>2,657,468,375</u></u> |
| Units - Class A | | |
| Units outstanding at the beginning of the year | 63,329,430.16815 | 69,875,284.88663 |
| Units subscribed | 6,772,975.83308 | 7,303,328.98389 |
| Units redeemed | <u>(7,241,753.80486)</u> | <u>(13,849,183.70237)</u> |
| Units outstanding at the end of the year | <u>62,860,652.19637</u> | <u>63,329,430.16815</u> |
| Units - Class H | | |
| Units outstanding at the beginning of the year | 45,908,066.00308 | 47,308,507.55779 |
| Units subscribed | 6,195,087.09525 | 6,274,904.34180 |
| Units redeemed | <u>(5,998,902.91955)</u> | <u>(7,675,345.89651)</u> |
| Units outstanding at the end of the year | <u>46,104,250.17878</u> | <u>45,908,066.00308</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 2023

| | 2023 HK\$ | 2022 HK\$ |
|---|-------------------------|--------------------------|
| Cash flows from operating activities | | |
| Payments for purchase of investments | (524,307,124) | (460,551,802) |
| Proceeds from sale of investments | 474,045,736 | 754,880,028 |
| Interest received on bank deposits | 2,329 | 140 |
| Investment management fee paid | (9,671,104) | (12,076,270) |
| Trustee and administration fees paid | (12,764,371) | (15,900,857) |
| Sponsor fee paid | (2,431,308) | (3,028,735) |
| Operating expenses paid | <u>(572,153)</u> | <u>(649,591)</u> |
| Net cash (used in)/from operating activities | <u>(75,697,995)</u> | <u>262,672,913</u> |
| Cash flows from financing activities | | |
| Proceeds on subscription of units | 285,589,644 | 361,991,232 |
| Payments on redemption of units | <u>(295,748,807)</u> | <u>(565,341,065)</u> |
| Net cash used in financing activities | <u>(10,159,163)</u> | <u>(203,349,833)</u> |
| Net (decrease)/increase in cash and cash equivalents | (85,857,158) | 59,323,080 |
| Cash and cash equivalents at the beginning of the year | <u>92,198,390</u> | <u>32,875,310</u> |
| Cash and cash equivalents at the end of the year | <u><u>6,341,232</u></u> | <u><u>92,198,390</u></u> |
| Analysis of balance of cash and cash equivalents | | |
| Bank balances and deposits | <u><u>6,341,232</u></u> | <u><u>92,198,390</u></u> |


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 2023

| | Note | 2023 HK\$ | 2022 HK\$ |
|--|------|-------------------|-------------------|
| Assets | | | |
| Current assets | | | |
| Financial assets at fair value through profit or loss | 8 | 4,569,526,813 | 4,835,602,613 |
| Amounts receivable on sale of financial assets at fair value through profit or loss | | 7,078,263 | 11,073,561 |
| Amounts receivable on fund switching | | 2,550,942 | 9,057,030 |
| Bank balances and deposits | | 3,656,807 | 2,551,838 |
| Total assets | | 4,582,812,825 | 4,858,285,042 |
| Liabilities | | | |
| Current liabilities | | | |
| Amounts payable on redemption | | 3,866,144 | 9,212,586 |
| Amounts payable on fund switching | | 6,867,877 | 4,412,560 |
| Amounts payable on purchase of financial assets at fair value through profit or loss | | 2,550,942 | 9,057,030 |
| Other payables | | 4,643,858 | 4,738,762 |
| Liabilities (excluding net assets attributable to members) | | 17,928,821 | 27,420,938 |
| Net assets attributable to members | | 4,564,884,004 | 4,830,864,104 |
| Number of units outstanding | | | |
| Class A | | 101,677,878.01859 | 101,136,010.82905 |
| Class H | | 84,042,298.23526 | 84,234,254.38743 |
| Net asset value per unit | | | |
| Class A | \$ | 24.1492 | \$ 25.6174 |
| Class H | \$ | 25.0998 | \$ 26.5928 |

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 2023

| | Note | 2023 HK\$ | 2022 HK\$ |
|--|-------|---------------|---------------|
| Investment income | | | |
| Interest income on bank deposits | | 796 | 40 |
| Change in unrealised gains/losses of financial assets at fair value through profit or loss | | (322,747,268) | (868,097,632) |
| Realised gains on disposal of financial assets at fair value through profit or loss | | 92,282,401 | 332,857,952 |
| Total loss | | (230,464,071) | (535,239,640) |
| Expenses | | | |
| Investment management fee | 5 (a) | 17,188,741 | 21,385,179 |
| Trustee and administration fees | 5 (b) | 22,881,187 | 28,373,106 |
| Safe custody and bank charges | | 5,286 | 5,615 |
| Sponsor fee | 5 (c) | 4,358,321 | 5,404,401 |
| Auditor's remuneration | | 292,887 | 253,661 |
| Legal and professional fees | | 83,749 | 52,132 |
| Other expenses | | 697,538 | 809,607 |
| Total expenses | | 45,507,709 | 56,283,701 |
| Decrease in net assets attributable to members | | (275,971,780) | (591,523,341) |

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 2023

| | 2023 HK\$ | 2022 HK\$ |
|---|--------------------|--------------------|
| Balance at the beginning of the year | 4,830,864,104 | 5,592,525,700 |
| Proceeds on subscription of units | 543,546,983 | 783,151,374 |
| Payments on redemption of units | (533,555,303) | (953,289,629) |
| | 9,991,680 | (170,138,255) |
| Decrease in net assets attributable to members | (275,971,780) | (591,523,341) |
| Balance at the end of the year | 4,564,884,004 | 4,830,864,104 |
| Units - Class A | | |
| Units outstanding at the beginning of the year | 101,136,010.82905 | 109,412,643.11543 |
| Units subscribed | 11,660,760.54080 | 12,983,701.34860 |
| Units redeemed | (11,118,893.35126) | (21,260,333.63498) |
| Units outstanding at the end of the year | 101,677,878.01859 | 101,136,010.82905 |
| Units - Class H | | |
| Units outstanding at the beginning of the year | 84,234,254.38743 | 82,392,132.63014 |
| Units subscribed | 11,453,443.39657 | 14,302,143.03530 |
| Units redeemed | (11,645,399.54874) | (12,460,021.27801) |
| Units outstanding at the end of the year | 84,042,298.23526 | 84,234,254.38743 |

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 2023

| | 2023 HK\$ | 2022 HK\$ |
|---|-------------------------|-------------------------|
| Cash flows from operating activities | | |
| Payments for purchase of investments | (550,053,072) | (785,701,623) |
| Proceeds from sale of investments | 583,153,215 | 1,012,922,826 |
| Interest received on bank deposits | 796 | 40 |
| Investment management fee paid | (17,290,290) | (21,697,039) |
| Trustee and administration fees paid | (23,014,823) | (28,770,057) |
| Sponsor fee paid | (4,383,776) | (5,480,011) |
| Operating expenses paid | <u>(913,724)</u> | <u>(1,051,440)</u> |
| Net cash (used in)/from operating activities | <u>(12,501,674)</u> | <u>170,222,696</u> |
| Cash flows from financing activities | | |
| Proceeds on subscription of units | 550,053,071 | 785,701,623 |
| Payments on redemption of units | <u>(536,446,428)</u> | <u>(958,449,449)</u> |
| Net cash from/(used in) financing activities | <u>13,606,643</u> | <u>(172,747,826)</u> |
| Net increase/(decrease) in cash and cash equivalents | 1,104,969 | (2,525,130) |
| Cash and cash equivalents at the beginning of the year | <u>2,551,838</u> | <u>5,076,968</u> |
| Cash and cash equivalents at the end of the year | <u><u>3,656,807</u></u> | <u><u>2,551,838</u></u> |
| Analysis of balance of cash and cash equivalents | | |
| Bank balances and deposits | <u><u>3,656,807</u></u> | <u><u>2,551,838</u></u> |


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 2023

| | Note | 2023 HK\$ | 2022 HK\$ | |
|--|------|------------------|------------------|---------|
| Assets | | | | |
| Current assets | | | | |
| Financial assets at fair value through profit or loss | 8 | 3,656,361,211 | 3,833,377,158 | |
| Amounts receivable on sale of financial assets at fair value through profit or loss | | 8,403,902 | 16,878,105 | |
| Amounts receivable on fund switching | | 6,832,758 | 9,930,852 | |
| Bank balances and deposits | | 1,329,886 | 4,571,566 | |
| Total assets | | 3,672,927,757 | 3,864,757,681 | |
| Liabilities | | | | |
| Current liabilities | | | | |
| Amounts payable on redemption | | 2,633,523 | 6,685,596 | |
| Amounts payable on fund switching | | 7,098,989 | 14,763,805 | |
| Amounts payable on purchase of financial assets at fair value through profit or loss | | 6,832,758 | 9,930,852 | |
| Other payables | | 3,664,421 | 3,750,878 | |
| Liabilities (excluding net assets attributable to members) | | 20,229,691 | 35,131,131 | |
| Net assets attributable to members | | 3,652,698,066 | 3,829,626,550 | |
| Number of units outstanding | | | | |
| Class A | | 50,369,455.31521 | 48,308,902.10035 | |
| Class H | | 55,749,208.11652 | 54,533,635.94843 | |
| Net asset value per unit | | | | |
| Class A | \$ | 34.4997 | \$ | 37.3480 |
| Class H | \$ | 34.3497 | \$ | 37.1401 |

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 - Hong Kong and China Equity Fund

Statement of Comprehensive Income FOR THE YEAR ENDED 31 MARCH 2023

| | Note | 2023 HK\$ | 2022 HK\$ |
|--|-------|----------------------|------------------------|
| Investment income | | | |
| Interest income on bank deposits | | 1,006 | 49 |
| Change in unrealised gains/losses of financial assets at fair value through profit or loss | | (108,910,175) | (1,622,598,670) |
| Realised (losses)/gains on disposal of financial assets at fair value through profit or loss | | <u>(139,792,360)</u> | <u>118,739,944</u> |
| Total loss | | <u>(248,701,529)</u> | <u>(1,503,858,677)</u> |
| Expenses | | | |
| Investment management fee | 5 (a) | 13,694,717 | 18,111,097 |
| Trustee and administration fees | 5 (b) | 18,586,526 | 24,514,064 |
| Safe custody and bank charges | | 4,368 | 5,089 |
| Sponsor fee | 5 (c) | 3,540,291 | 4,669,346 |
| Auditor's remuneration | | 235,217 | 221,529 |
| Legal and professional fees | | 69,117 | 44,914 |
| Other expenses | | <u>571,618</u> | <u>704,940</u> |
| Total expenses | | <u>36,701,854</u> | <u>48,270,979</u> |
| Decrease in net assets attributable to members | | <u>(285,403,383)</u> | <u>(1,552,129,656)</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 2023

| | 2023 HK\$ | 2022 HK\$ |
|---|----------------------|----------------------|
| Balance at the beginning of the year | 3,829,626,550 | 5,277,933,542 |
| Proceeds on subscription of units | 816,085,108 | 1,256,204,910 |
| Payments on redemption of units | (707,610,209) | (1,152,382,246) |
| | 108,474,899 | 103,822,664 |
| Decrease in net assets attributable to members | (285,403,383) | (1,552,129,656) |
| Balance at the end of the year | 3,652,698,066 | 3,829,626,550 |
| Units - Class A | | |
| Units outstanding at the beginning of the year | 48,308,902.10035 | 49,410,033.94421 |
| Units subscribed | 10,767,482.06111 | 12,346,805.96714 |
| Units redeemed | (8,706,928.84625) | (13,447,937.81100) |
| Units outstanding at the end of the year | 50,369,455.31521 | 48,308,902.10035 |
| Units - Class H | | |
| Units outstanding at the beginning of the year | 54,533,635.94843 | 50,928,463.87094 |
| Units subscribed | 13,384,664.90821 | 15,331,510.08993 |
| Units redeemed | (12,169,092.74012) | (11,726,338.01244) |
| Units outstanding at the end of the year | 55,749,208.11652 | 54,533,635.94843 |

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 2023

| | 2023 HK\$ | 2022 HK\$ |
|---|-------------------------|-------------------------|
| Cash flows from operating activities | | |
| Payments for purchase of investments | (819,183,202) | (1,263,459,010) |
| Proceeds from sale of investments | 752,872,723 | 1,209,634,992 |
| Interest received on bank deposits | 1,006 | 49 |
| Investment management fee paid | (13,769,092) | (18,666,217) |
| Trustee and administration fees paid | (18,688,057) | (25,252,317) |
| Sponsor fee paid | (3,559,630) | (4,809,966) |
| Operating expenses paid | <u>(771,532)</u> | <u>(972,478)</u> |
| Net cash used in operating activities | <u>(103,097,784)</u> | <u>(103,524,947)</u> |
| Cash flows from financing activities | | |
| Proceeds on subscription of units | 819,183,202 | 1,263,459,010 |
| Payments on redemption of units | <u>(719,327,098)</u> | <u>(1,161,466,712)</u> |
| Net cash from financing activities | <u>99,856,104</u> | <u>101,992,298</u> |
| Net decrease in cash and cash equivalents | (3,241,680) | (1,532,649) |
| Cash and cash equivalents at the beginning of the year | <u>4,571,566</u> | <u>6,104,215</u> |
| Cash and cash equivalents at the end of the year | <u><u>1,329,886</u></u> | <u><u>4,571,566</u></u> |
| Analysis of balance of cash and cash equivalents | | |
| Bank balances and deposits | <u><u>1,329,886</u></u> | <u><u>4,571,566</u></u> |


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 2023

| | Note | 2023 HK\$ | 2022 HK\$ | |
|--|------|------------------|------------------|---------|
| Assets | | | | |
| Current assets | | | | |
| Financial assets at fair value through profit or loss | 8 | 1,258,534,305 | 1,420,038,358 | |
| Amounts receivable on sale of financial assets at fair value through profit or loss | | 1,896,382 | 4,219,329 | |
| Amounts receivable on fund switching | | 1,129,400 | 2,073,527 | |
| Bank balances and deposits | | 1,697,324 | 1,645,203 | |
| Total assets | | 1,263,257,411 | 1,427,976,417 | |
| Liabilities | | | | |
| Current liabilities | | | | |
| Amounts payable on redemption | | 1,230,080 | 2,216,473 | |
| Amounts payable on fund switching | | 1,094,466 | 2,378,920 | |
| Amounts payable on purchase of financial assets at fair value through profit or loss | | 1,129,400 | 2,073,527 | |
| Other payables | | 1,260,934 | 1,366,228 | |
| Liabilities (excluding net assets attributable to members) | | 4,714,880 | 8,035,148 | |
| Net assets attributable to members | | 1,258,542,531 | 1,419,941,269 | |
| Number of units outstanding | | | | |
| Class A | | 56,520,369.23501 | 55,317,436.79345 | |
| Class H | | 60,717,723.24970 | 60,200,902.68920 | |
| Net asset value per unit | | | | |
| Class A | \$ | 10.7708 | \$ | 12.3406 |
| Class H | \$ | 10.7015 | \$ | 12.2472 |

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 - Asian Equity Fund

Statement of Comprehensive Income FOR THE YEAR ENDED 31 MARCH 2023

| | Note | 2023 HK\$ | 2022 HK\$ |
|--|-------|----------------------|----------------------|
| Investment income | | | |
| Interest income on bank deposits | | 22 | 27 |
| Change in unrealised gains/losses of financial assets at fair value through profit or loss | | (171,909,046) | (388,353,882) |
| Realised gains on disposal of financial assets at fair value through profit or loss | | <u>3,784,342</u> | <u>93,135,385</u> |
| Total loss | | <u>(168,124,682)</u> | <u>(295,218,470)</u> |
| Expenses | | | |
| Investment management fee | 5 (a) | 4,790,486 | 6,270,395 |
| Trustee and administration fees | 5 (b) | 6,483,395 | 8,487,851 |
| Safe custody and bank charges | | 1,314 | 1,543 |
| Sponsor fee | 5 (c) | 1,234,932 | 1,616,734 |
| Auditor's remuneration | | 82,300 | 76,138 |
| Legal and professional fees | | 24,132 | 15,820 |
| Other expenses | | <u>230,845</u> | <u>278,953</u> |
| Total expenses | | <u>12,847,404</u> | <u>16,747,434</u> |
| Decrease in net assets attributable to members | | <u>(180,972,086)</u> | <u>(311,965,904)</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 2023

| | 2023 HK\$ | 2022 HK\$ |
|---|--------------------------------|--------------------------------|
| Balance at the beginning of the year | 1,419,941,269 | 1,743,584,371 |
| Proceeds on subscription of units | 204,078,680 | 316,554,947 |
| Payments on redemption of units | (184,505,332) | (328,232,145) |
| | <u>19,573,348</u> | <u>(11,677,198)</u> |
| Decrease in net assets attributable to members | <u>(180,972,086)</u> | <u>(311,965,904)</u> |
| Balance at the end of the year | <u><u>1,258,542,531</u></u> | <u><u>1,419,941,269</u></u> |
| Units - Class A | | |
| Units outstanding at the beginning of the year | 55,317,436.79345 | 56,856,706.82091 |
| Units subscribed | 9,656,636.26289 | 11,448,513.42099 |
| Units redeemed | <u>(8,453,703.82133)</u> | <u>(12,987,783.44845)</u> |
| Units outstanding at the end of the year | <u><u>56,520,369.23501</u></u> | <u><u>55,317,436.79345</u></u> |
| Units - Class H | | |
| Units outstanding at the beginning of the year | 60,200,902.68920 | 59,664,811.34061 |
| Units subscribed | 9,518,063.68595 | 11,173,151.40369 |
| Units redeemed | <u>(9,001,243.12545)</u> | <u>(10,637,060.05510)</u> |
| Units outstanding at the end of the year | <u><u>60,717,723.24970</u></u> | <u><u>60,200,902.68920</u></u> |

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 2023

| | 2023 HK\$ | 2022 HK\$ |
|---|-------------------------|-------------------------|
| Cash flows from operating activities | | |
| Payments for purchase of investments | (205,022,807) | (319,487,274) |
| Proceeds from sale of investments | 199,780,976 | 346,827,726 |
| Interest received on bank deposits | 22 | 27 |
| Investment management fee paid | (4,846,228) | (6,398,219) |
| Trustee and administration fees paid | (6,558,898) | (8,658,576) |
| Sponsor fee paid | (1,249,314) | (1,649,253) |
| Operating expenses paid | <u>(298,258)</u> | <u>(360,289)</u> |
| Net cash (used in)/from operating activities | <u>(18,194,507)</u> | <u>10,274,142</u> |
| Cash flows from financing activities | | |
| Proceeds on subscription of units | 205,022,807 | 319,487,274 |
| Payments on redemption of units | <u>(186,776,179)</u> | <u>(332,764,981)</u> |
| Net cash from/(used in) financing activities | <u>18,246,628</u> | <u>(13,277,707)</u> |
| Net increase/(decrease) in cash and cash equivalents | 52,121 | (3,003,565) |
| Cash and cash equivalents at the beginning of the year | <u>1,645,203</u> | <u>4,648,768</u> |
| Cash and cash equivalents at the end of the year | <u><u>1,697,324</u></u> | <u><u>1,645,203</u></u> |
| Analysis of balance of cash and cash equivalents | | |
| Bank balances and deposits | <u><u>1,697,324</u></u> | <u><u>1,645,203</u></u> |

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 2023

| | Note | 2023 HK\$ | 2022 HK\$ | |
|--|------|------------------|------------------|---------|
| Assets | | | | |
| Current assets | | | | |
| Financial assets at fair value through profit or loss | 8 | 690,695,670 | 649,584,540 | |
| Amounts receivable on sale of financial assets at fair value through profit or loss | | 1,162,322 | - | |
| Amounts receivable on fund switching | | 3,513,594 | 3,851,032 | |
| Bank balances and deposits | | 151,721 | 212,251 | |
| Total assets | | 695,523,307 | 653,647,823 | |
| Liabilities | | | | |
| Current liabilities | | | | |
| Amounts payable on redemption | | 810,291 | 744,169 | |
| Amounts payable on fund switching | | 5,733,260 | 6,211,090 | |
| Amounts payable on purchase of financial assets at fair value through profit or loss | | 930,897 | 133,491 | |
| Other payables | | 501,768 | 441,228 | |
| Liabilities (excluding net assets attributable to members) | | 7,976,216 | 7,529,978 | |
| Net assets attributable to members | | 687,547,091 | 646,117,845 | |
| Number of units outstanding | | | | |
| Class A | | 37,194,038.61919 | 32,645,567.60861 | |
| Class H | | 31,473,678.04692 | 28,561,756.18404 | |
| Net asset value per unit | | | | |
| Class A | \$ | 9.9943 | \$ | 10.5383 |
| Class H | \$ | 10.0343 | \$ | 10.5766 |

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 2023

| | Note | 2023 HK\$ | 2022 HK\$ |
|--|-------|---------------------|----------------------|
| Investment income | | | |
| Dividend income | | 20,399,240 | 15,771,875 |
| Interest income on bank deposits | | 244 | 10 |
| Change in unrealised gains/losses of financial assets at fair value through profit or loss | | (13,605,679) | (147,937,244) |
| Realised losses on disposal of financial assets at fair value through profit or loss | | (29,283,990) | (2,150,048) |
| Total loss | | <u>(22,490,185)</u> | <u>(134,315,407)</u> |
| Expenses | | | |
| Investment management fee | 5 (a) | 1,428,852 | 1,399,814 |
| Trustee and administration fees | 5 (b) | 1,972,521 | 1,932,580 |
| Safe custody and bank charges | | 196,813 | 197,328 |
| Transaction costs | | 121,853 | 179,618 |
| Sponsor fee | 5 (c) | 633,982 | 621,059 |
| Auditor's remuneration | | 42,967 | 29,002 |
| Legal and professional fee | | 48,293 | 5,939 |
| Other expenses | | 253,251 | 244,214 |
| Total expenses | | <u>4,698,532</u> | <u>4,609,554</u> |
| Decrease in net assets attributable to members | | <u>(27,188,717)</u> | <u>(138,924,961)</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 2023

| | 2023 HK\$ | 2022 HK\$ |
|---|--------------------------------|--------------------------------|
| Balance at the beginning of the year | 646,117,845 | 602,802,451 |
| Proceeds on subscription of units | 396,580,553 | 567,653,373 |
| Payments on redemption of units | (327,962,590) | (385,413,018) |
| | <u>68,617,963</u> | <u>182,240,355</u> |
| Decrease in net assets attributable to members | <u>(27,188,717)</u> | <u>(138,924,961)</u> |
| Balance at the end of the year | <u><u>687,547,091</u></u> | <u><u>646,117,845</u></u> |
| Units - Class A | | |
| Units outstanding at the beginning of the year | 32,645,567.60861 | 24,830,217.83618 |
| Units subscribed | 19,345,231.85026 | 22,376,994.27262 |
| Units redeemed | <u>(14,796,760.83968)</u> | <u>(14,561,644.50019)</u> |
| Units outstanding at the end of the year | <u><u>37,194,038.61919</u></u> | <u><u>32,645,567.60861</u></u> |
| Units - Class H | | |
| Units outstanding at the beginning of the year | 28,561,756.18404 | 20,248,690.89773 |
| Units subscribed | 22,111,249.80890 | 25,482,438.91593 |
| Units redeemed | <u>(19,199,327.94602)</u> | <u>(17,169,373.62962)</u> |
| Units outstanding at the end of the year | <u><u>31,473,678.04692</u></u> | <u><u>28,561,756.18404</u></u> |

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 2023

| | 2023 HK\$ | 2022 HK\$ |
|---|---------------|---------------|
| Cash flows from operating activities | | |
| Payments for purchase of investments | (201,599,071) | (332,910,903) |
| Proceeds from sale of investments | 117,233,356 | 142,927,772 |
| Interest received on bank deposits | 244 | 10 |
| Dividends received | 20,399,240 | 15,771,875 |
| Investment management fee paid | (1,417,950) | (1,458,826) |
| Trustee and administration fees paid | (1,957,421) | (1,931,824) |
| Transaction costs paid | (121,853) | (179,618) |
| Sponsor fee paid | (629,159) | (620,738) |
| Operating expenses paid | (511,609) | (460,895) |
| Net cash used in operating activities | (68,604,223) | (178,863,147) |
| Cash flows from financing activities | | |
| Proceeds on subscription of units | 396,917,991 | 571,202,357 |
| Payments on redemption of units | (328,374,298) | (393,216,459) |
| Net cash from financing activities | 68,543,693 | 177,985,898 |
| Net decrease in cash and cash equivalents | (60,530) | (877,249) |
| Cash and cash equivalents at the beginning of the year | 212,251 | 1,089,500 |
| Cash and cash equivalents at the end of the year | 151,721 | 212,251 |
| Analysis of balance of cash and cash equivalents | | |
| Bank balances and deposits | 151,721 | 212,251 |

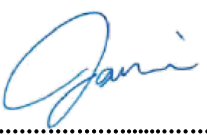
The accompanying notes form an integral part of these financial statements.


Invesco Strategic MPF Scheme - Age 65 Plus Fund

Statement of Net Assets AS AT 31 MARCH 2023

| | Note | 2023 HK\$ | 2022 HK\$ | |
|--|------|------------------|------------------|---------|
| Assets | | | | |
| Current assets | | | | |
| Financial assets at fair value through profit or loss | 8 | 255,478,255 | 258,545,343 | |
| Amounts receivable on fund switching | | 1,042,627 | 1,575,069 | |
| Amounts receivable on sale of financial assets at fair value through profit or loss | | 603,004 | 1,190,678 | |
| Bank balances and deposits | | 588,063 | 349,840 | |
| Total assets | | 257,711,949 | 261,660,930 | |
| Liabilities | | | | |
| Current liabilities | | | | |
| Amounts payable on redemption | | 327,455 | 270,978 | |
| Amounts payable on fund switching | | 793,788 | 1,199,721 | |
| Amounts payable on purchase of financial assets at fair value through profit or loss | | 1,042,627 | 1,575,069 | |
| Other payables | | 177,810 | 172,354 | |
| Liabilities (excluding net assets attributable to members) | | 2,341,680 | 3,218,122 | |
| Net assets attributable to members | | 255,370,269 | 258,442,808 | |
| Number of units outstanding | | | | |
| Class A | | 16,800,961.96746 | 15,044,978.60229 | |
| Class H | | 6,896,588.98985 | 7,358,556.31630 | |
| Net asset value per unit | | | | |
| Class A | \$ | 10.7762 | \$ | 11.5358 |
| Class H | \$ | 10.7762 | \$ | 11.5358 |

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 - Age 65 Plus Fund

Statement of Comprehensive Income FOR THE YEAR ENDED 31 MARCH 2023

| | Note | 2023 HK\$ | 2022 HK\$ |
|--|-------|----------------------------|---------------------------|
| Investment income | | | |
| Interest income on bank deposits | | 6 | 7 |
| Change in unrealised gains/losses of financial assets at fair value through profit or loss | | (8,684,178) | (12,822,258) |
| Realised (losses)/gains on disposal of financial assets at fair value through profit or loss | | <u>(6,181,859)</u> | <u>5,972,802</u> |
| Total loss | | <u><u>(14,866,031)</u></u> | <u><u>(6,849,449)</u></u> |
| Expenses | | | |
| Investment management fee | 5 (a) | 839,603 | 902,581 |
| Trustee and administration fees | 5 (b) | 526,010 | 565,469 |
| Safe custody and bank charges | | 252 | 228 |
| Sponsor fee | 5 (c) | 236,791 | 254,560 |
| Auditor's remuneration | | 16,351 | 12,136 |
| Legal and professional fees | | 4,580 | 2,458 |
| Other expenses | | <u>36,560</u> | <u>37,032</u> |
| Total expenses | | <u><u>1,660,147</u></u> | <u><u>1,774,464</u></u> |
| Change in fair value adjustments in respect of net assets attributable to members | 4 | <u>-</u> | <u>(59,969)</u> |
| Decrease in net assets attributable to members | | <u><u>(16,526,178)</u></u> | <u><u>(8,683,882)</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 2023

| | 2023 HK\$ | 2022 HK\$ |
|---|-------------------|-------------------|
| Balance at the beginning of the year | 258,442,808 | 247,004,631 |
| Proceeds on subscription of units | 103,508,068 | 139,802,913 |
| Payments on redemption of units | (90,054,429) | (119,680,854) |
| | 13,453,639 | 20,122,059 |
| Decrease in net assets attributable to members | (16,526,178) | (8,683,882) |
| Balance at the end of the year | 255,370,269 | 258,442,808 |
| Units - Class A | | |
| Units outstanding at the beginning of the year | 15,044,978.60229 | 14,347,638.97994 |
| Units subscribed | 6,752,642.40114 | 7,697,589.61304 |
| Units redeemed | (4,996,659.03597) | (7,000,249.99069) |
| Units outstanding at the end of the year | 16,800,961.96746 | 15,044,978.60229 |
| Units - Class H | | |
| Units outstanding at the beginning of the year | 7,358,556.31630 | 6,405,737.46411 |
| Units subscribed | 2,963,581.24142 | 3,857,299.91694 |
| Units redeemed | (3,425,548.56787) | (2,904,481.06475) |
| Units outstanding at the end of the year | 6,896,588.98985 | 7,358,556.31630 |

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 2023

| | 2023 HK\$ | 2022 HK\$ |
|---|---------------|---------------|
| Cash flows from operating activities | | |
| Payments for purchase of investments | (104,040,511) | (146,745,589) |
| Proceeds from sale of investments | 92,296,794 | 123,575,316 |
| Interest received on bank deposits | 6 | 7 |
| Investment management fee paid | (842,497) | (901,569) |
| Trustee and administration fees paid | (527,823) | (564,839) |
| Sponsor fee paid | (237,607) | (254,283) |
| Operating expenses paid | (46,764) | (45,882) |
| Net cash used in operating activities | (13,398,402) | (24,936,839) |
| Cash flows from financing activities | | |
| Proceeds on subscription of units | 104,040,510 | 146,745,589 |
| Payments on redemption of units | (90,403,885) | (135,469,090) |
| Net cash from financing activities | 13,636,625 | 11,276,499 |
| Net increase/(decrease) in cash and cash equivalents | 238,223 | (13,660,340) |
| Cash and cash equivalents at the beginning of the year | 349,840 | 14,010,180 |
| Cash and cash equivalents at the end of the year | 588,063 | 349,840 |
| Analysis of balance of cash and cash equivalents | | |
| Bank balances and deposits | 588,063 | 349,840 |


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 2023

| | Note | 2023 HK\$ | 2022 HK\$ | |
|--|------|------------------|------------------|---------|
| Assets | | | | |
| Current assets | | | | |
| Financial assets at fair value through profit or loss | 8 | 1,116,449,032 | 1,077,753,741 | |
| Amounts receivable on sale of financial assets at fair value through profit or loss | | 1,935,176 | 5,210,648 | |
| Amounts receivable on fund switching | | 1,618,020 | 6,519,799 | |
| Bank balances and deposits | | 2,108,366 | 615,747 | |
| Total assets | | 1,122,110,594 | 1,090,099,935 | |
| Liabilities | | | | |
| Current liabilities | | | | |
| Amounts payable on redemption | | 2,152,023 | 2,279,309 | |
| Amounts payable on fund switching | | 1,891,470 | 3,547,050 | |
| Amounts payable on purchase of financial assets at fair value through profit or loss | | 1,618,020 | 6,519,799 | |
| Other payables | | 759,261 | 693,619 | |
| Liabilities (excluding net assets attributable to members) | | 6,420,774 | 13,039,777 | |
| Net assets attributable to members | | 1,115,689,820 | 1,077,060,158 | |
| Number of units outstanding | | | | |
| Class A | | 52,298,026.78953 | 47,102,784.19441 | |
| Class H | | 33,222,646.45768 | 29,868,818.92189 | |
| Net asset value per unit | | | | |
| Class A | \$ | 13.0458 | \$ | 13.9930 |
| Class H | \$ | 13.0458 | \$ | 13.9930 |

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 2023

| | Note | 2023 HK\$ | 2022 HK\$ |
|--|-------|----------------------------|--------------------------|
| Investment income | | | |
| Interest income on bank deposits | | 13 | 14 |
| Change in unrealised gains/losses of financial assets at fair value through profit or loss | | (64,414,938) | (20,781,424) |
| Realised gains on disposal of financial assets at fair value through profit or loss | | <u>989,009</u> | <u>48,607,771</u> |
| Total (loss)/income | | <u>(63,425,916)</u> | <u>27,826,361</u> |
| Expenses | | | |
| Investment management fee | 5 (a) | 3,602,446 | 3,562,175 |
| Trustee and administration fees | 5 (b) | 2,256,926 | 2,231,696 |
| Safe custody and bank charges | | 1,083 | 875 |
| Sponsor fee | 5 (c) | 1,015,990 | 1,004,632 |
| Auditor's remuneration | | 70,495 | 47,154 |
| Legal and professional fees | | 19,480 | 10,024 |
| Other expenses | | <u>156,400</u> | <u>146,180</u> |
| Total expenses | | <u>7,122,820</u> | <u>7,002,736</u> |
| Change in fair value adjustments in respect of net assets attributable to members | 4 | <u>-</u> | <u>(59,075)</u> |
| (Decrease)/increase in net assets attributable to members | | <u><u>(70,548,736)</u></u> | <u><u>20,764,550</u></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 2023

| | 2023 HK\$ | 2022 HK\$ |
|--|--------------------------------|--------------------------------|
| Balance at the beginning of the year | 1,077,060,158 | 895,072,884 |
| Proceeds on subscription of units | 375,980,223 | 491,927,975 |
| Payments on redemption of units | (266,801,825) | (330,705,251) |
| | <u>109,178,398</u> | <u>161,222,724</u> |
| (Decrease)/increase in net assets attributable to members | <u>(70,548,736)</u> | <u>20,764,550</u> |
| Balance at the end of the year | <u><u>1,115,689,820</u></u> | <u><u>1,077,060,158</u></u> |
| Units - Class A | | |
| Units outstanding at the beginning of the year | 47,102,784.19441 | 40,361,413.08310 |
| Units subscribed | 18,231,140.56291 | 21,040,431.41741 |
| Units redeemed | <u>(13,035,897.96779)</u> | <u>(14,299,060.30610)</u> |
| Units outstanding at the end of the year | <u><u>52,298,026.78953</u></u> | <u><u>47,102,784.19441</u></u> |
| Units - Class H | | |
| Units outstanding at the beginning of the year | 29,868,818.92189 | 25,364,648.96271 |
| Units subscribed | 11,418,970.18974 | 13,388,777.59909 |
| Units redeemed | <u>(8,065,142.65395)</u> | <u>(8,884,607.63991)</u> |
| Units outstanding at the end of the year | <u><u>33,222,646.45768</u></u> | <u><u>29,868,818.92189</u></u> |

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 2023

| | 2023 HK\$ | 2022 HK\$ |
|---|---------------|---------------|
| Cash flows from operating activities | | |
| Payments for purchase of investments | (380,882,002) | (496,062,590) |
| Proceeds from sale of investments | 277,134,475 | 336,468,975 |
| Interest received on bank deposits | 13 | 14 |
| Investment management fee paid | (3,594,321) | (3,510,165) |
| Trustee and administration fees paid | (2,251,836) | (2,199,111) |
| Sponsor fee paid | (1,013,698) | (989,964) |
| Operating expenses paid | (197,323) | (170,127) |
| Net cash used in operating activities | (110,804,692) | (166,462,968) |
| Cash flows from financing activities | | |
| Proceeds on subscription of units | 380,882,002 | 496,062,590 |
| Payments on redemption of units | (268,584,691) | (330,547,206) |
| Net cash from financing activities | 112,297,311 | 165,515,384 |
| Net increase/(decrease) in cash and cash equivalents | 1,492,619 | (947,584) |
| Cash and cash equivalents at the beginning of the year | 615,747 | 1,563,331 |
| Cash and cash equivalents at the end of the year | 2,108,366 | 615,747 |
| Analysis of balance of cash and cash equivalents | | |
| Bank balances and deposits | 2,108,366 | 615,747 |

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

Invesco Strategic MPF Scheme

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 2023, and the Statement of Changes in Net Assets Available for Benefits and Statement of Cash Flows for the year ended 31 March 2023 of the Scheme on a standalone basis; and (ii) the Statement of Net Assets as at 31 March 2023, 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 2023 of each of its constituent funds.

For the year ended 31 March 2023 and 2022, 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 investment 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 and within Mainland China, with a primary focus on RMB denominated bonds issued in Hong Kong.

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 : To achieve long term capital appreciation through investments in Asian (excluding Japanese) equities.

** Pursuant to the notice to participating employers and members issued by Invesco Hong Kong Limited and Bank Consortium Trust Company Limited dated 30 August 2023, Guaranteed Fund will be terminated with effect from 30 November 2023 due to Principal Insurance Company (Hong Kong) Limited's decision to terminate the insurance policy as part of its internal restructuring to demise its guaranteed fund offerings.*

Pursuant to the resolution dated 4 May 2023, Invesco Hong Kong Limited has approved the termination of Guaranteed Fund under the Scheme. As a result, the financial statements of the Guaranteed Fund have been prepared using liquidation basis of accounting.

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

1 The Scheme (continued)

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”).

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.

As referred to note 1, Guaranteed Fund will be terminated on 30 November 2023. As a result, the financial statements of Guaranteed Fund have been prepared using liquidation basis of accounting. The Investment Manager has assessed that the values of all assets and liabilities of Guaranteed Fund at the reporting date approximate their net realisable value, and therefore no changes of accounting policies or adjustments have been made in the financial statements in order to reflect the fact that Guaranteed Fund will be able to realise its assets or to extinguish its liabilities in the normal course of business.

New standards, amendments to existing standards and interpretations effective 1 April 2022

There are no new standards, amendments to existing standards and interpretations that are effective for the financial year beginning 1 April 2022 that would be expected to have a material impact on the Scheme and its constituent funds.

New standards, amendments to existing standards and interpretations effective after 1 April 2022 and have not been early adopted

A number of new standards, amendments to existing standards and interpretations are effective for annual periods beginning after 1 April 2022, 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.

Notes to the Financial Statements (Continued)

2 Summary of significant accounting policies (Continued)

(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.

(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.

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

(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.

(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.

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)

(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.

(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 gains/losses 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.

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

2 Summary of significant accounting policies (Continued)

(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.

(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 gains/losses 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 are 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.

Invesco Strategic MPF Scheme

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 unit, which is 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.

(s) Comparative figures

When necessary, comparative figures are re-classified to conform with current year's presentation.

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.

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

3 Critical accounting estimates and judgements (Continued)

(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.

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 | 2023 units | 2022 units |
|--|---------------------------|---------------------------|
| Units - Class A | | |
| Units outstanding at the beginning of the year | 101,642,807.63326 | 126,086,055.82471 |
| Units subscribed | 40,947,533.91330 | 42,432,903.31734 |
| Units redeemed | <u>(38,224,790.17428)</u> | <u>(66,876,151.50879)</u> |
| Units outstanding at the end of the year | <u>104,365,551.37228</u> | <u>101,642,807.63326</u> |
| Units - Class H | | |
| Units outstanding at the beginning of the year | 96,253,720.79099 | 113,553,502.82234 |
| Units subscribed | 49,361,075.64658 | 49,070,002.21668 |
| Units redeemed | <u>(46,694,158.69454)</u> | <u>(66,369,784.24803)</u> |
| Units outstanding at the end of the year | <u>98,920,637.74303</u> | <u>96,253,720.79099</u> |
| Net asset value per unit | | |
| | HK\$ | HK\$ |
| Class A | 12.1659 | 12.0109 |
| Class H | 12.1635 | 12.0084 |

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 | 2023 units | 2022 units |
|--|---------------------------|---------------------------|
| Units - Class G | | |
| Units outstanding at the beginning of the year | 83,574,271.73373 | 88,707,011.80019 |
| Units subscribed | 10,287,186.71529 | 11,839,608.01553 |
| Units redeemed | <u>(11,341,857.88092)</u> | <u>(16,972,348.08199)</u> |
| Units outstanding at the end of the year | <u>82,519,600.56810</u> | <u>83,574,271.73373</u> |
| | | |
| Net asset value per unit | HK\$ | HK\$ |
| Class G | 12.1151 | 12.7208 |

Global Bond Fund

| Number of units in issue | 2023 units | 2022 units |
|--|--------------------------|---------------------------|
| Units - Class A | | |
| Units outstanding at the beginning of the year | 34,385,993.81915 | 40,998,300.22524 |
| Units subscribed | 6,775,884.57322 | 8,042,452.42243 |
| Units redeemed | <u>(6,462,166.65248)</u> | <u>(14,654,758.82852)</u> |
| Units outstanding at the end of the year | <u>34,699,711.73989</u> | <u>34,385,993.81915</u> |
| | | |
| Units - Class H | | |
| Units outstanding at the beginning of the year | 33,898,803.70057 | 38,105,661.01545 |
| Units subscribed | 7,954,603.60477 | 9,461,635.21792 |
| Units redeemed | <u>(8,712,454.83231)</u> | <u>(13,668,492.53280)</u> |
| Units outstanding at the end of the year | <u>33,140,952.47303</u> | <u>33,898,803.70057</u> |
| | | |
| Net asset value per unit | HK\$ | HK\$ |
| Class A | 14.6541 | 15.4050 |
| Class H | 15.0353 | 15.7870 |

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 | 2023 units | 2022 units |
|--|--------------------------|--------------------------|
| Units - Class A | | |
| Units outstanding at the beginning of the year | 15,605,345.44292 | 16,506,778.02293 |
| Units subscribed | 4,623,696.52369 | 5,757,892.99197 |
| Units redeemed | <u>(3,531,426.19781)</u> | <u>(6,659,325.57198)</u> |
| Units outstanding at the end of the year | <u>16,697,615.76880</u> | <u>15,605,345.44292</u> |
| Units - Class H | | |
| Units outstanding at the beginning of the year | 16,787,937.93237 | 15,654,274.52264 |
| Units subscribed | 5,746,682.61305 | 6,673,341.34254 |
| Units redeemed | <u>(4,414,173.11074)</u> | <u>(5,539,677.93281)</u> |
| Units outstanding at the end of the year | <u>18,120,447.43468</u> | <u>16,787,937.93237</u> |
| Net asset value per unit | | |
| | HK\$ | HK\$ |
| Class A | 10.2302 | 10.4887 |
| Class H | 10.3566 | 10.6045 |

Capital Stable Fund

| Number of units in issue | 2023 Units | 2022 Units |
|--|--------------------------|---------------------------|
| Units - Class A | | |
| Units outstanding at the beginning of the year | 48,306,975.68146 | 55,098,276.76251 |
| Units subscribed | 5,142,688.61970 | 5,975,553.75369 |
| Units redeemed | <u>(6,045,412.78448)</u> | <u>(12,766,854.83474)</u> |
| Units outstanding at the end of the year | <u>47,404,251.51668</u> | <u>48,306,975.68146</u> |
| Units - Class H | | |
| Units outstanding at the beginning of the year | 29,021,605.06704 | 31,451,183.64520 |
| Units subscribed | 3,889,934.57997 | 4,617,723.57590 |
| Units redeemed | <u>(4,652,860.57024)</u> | <u>(7,047,302.15406)</u> |
| Units outstanding at the end of the year | <u>28,258,679.07677</u> | <u>29,021,605.06704</u> |
| Net asset value per unit | | |
| | HK\$ | HK\$ |
| Class A | 20.0979 | 21.1817 |
| Class H | 20.8561 | 21.9554 |

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 | 2023 units | 2022 units |
|--|--------------------------|---------------------------|
| Units - Class A | | |
| Units outstanding at the beginning of the year | 63,329,430.16815 | 69,875,284.88663 |
| Units subscribed | 6,772,975.83308 | 7,303,328.98389 |
| Units redeemed | <u>(7,241,753.80486)</u> | <u>(13,849,183.70237)</u> |
| Units outstanding at the end of the year | <u>62,860,652.19637</u> | <u>63,329,430.16815</u> |
| Units - Class H | | |
| Units outstanding at the beginning of the year | 45,908,066.00308 | 47,308,507.55779 |
| Units subscribed | 6,195,087.09525 | 6,274,904.34180 |
| Units redeemed | <u>(5,998,902.91955)</u> | <u>(7,675,345.89651)</u> |
| Units outstanding at the end of the year | <u>46,104,250.17878</u> | <u>45,908,066.00308</u> |
| Net asset value per unit | | |
| | HK\$ | HK\$ |
| Class A | 22.4667 | 23.7575 |
| Class H | 23.7771 | 25.1136 |

Growth Fund

| Number of units in issue | 2023 Units | 2022 units |
|--|---------------------------|---------------------------|
| Units - Class A | | |
| Units outstanding at the beginning of the year | 101,136,010.82905 | 109,412,643.11543 |
| Units subscribed | 11,660,760.54080 | 12,983,701.34860 |
| Units redeemed | <u>(11,118,893.35126)</u> | <u>(21,260,333.63498)</u> |
| Units outstanding at the end of the year | <u>101,677,878.01859</u> | <u>101,136,010.82905</u> |
| Units - Class H | | |
| Units outstanding at the beginning of the year | 84,234,254.38743 | 82,392,132.63014 |
| Units subscribed | 11,453,443.39657 | 14,302,143.03530 |
| Units redeemed | <u>(11,645,399.54874)</u> | <u>(12,460,021.27801)</u> |
| Units outstanding at the end of the year | <u>84,042,298.23526</u> | <u>84,234,254.38743</u> |
| Net asset value per unit | | |
| | HK\$ | HK\$ |
| Class A | 24.1492 | 25.6174 |
| Class H | 25.0998 | 26.5928 |

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 | 2023 units | 2022 units |
|--|---------------------------|---------------------------|
| Units - Class A | | |
| Units outstanding at the beginning of the year | 48,308,902.10035 | 49,410,033.94421 |
| Units subscribed | 10,767,482.06111 | 12,346,805.96714 |
| Units redeemed | <u>(8,706,928.84625)</u> | <u>(13,447,937.81100)</u> |
| Units outstanding at the end of the year | <u>50,369,455.31521</u> | <u>48,308,902.10035</u> |
| Units - Class H | | |
| Units outstanding at the beginning of the year | 54,533,635.94843 | 50,928,463.87094 |
| Units subscribed | 13,384,664.90821 | 15,331,510.08993 |
| Units redeemed | <u>(12,169,092.74012)</u> | <u>(11,726,338.01244)</u> |
| Units outstanding at the end of the year | <u>55,749,208.11652</u> | <u>54,533,635.94843</u> |
| Net asset value per unit | | |
| | HK\$ | HK\$ |
| Class A | 34.4997 | 37.3480 |
| Class H | 34.3497 | 37.1401 |

Asian Equity Fund

| Number of units in issue | 2023 units | 2022 units |
|--|--------------------------|---------------------------|
| Units - Class A | | |
| Units outstanding at the beginning of the year | 55,317,436.79345 | 56,856,706.82091 |
| Units subscribed | 9,656,636.26289 | 11,448,513.42099 |
| Units redeemed | <u>(8,453,703.82133)</u> | <u>(12,987,783.44845)</u> |
| Units outstanding at the end of the year | <u>56,520,369.23501</u> | <u>55,317,436.79345</u> |
| Units - Class H | | |
| Units outstanding at the beginning of the year | 60,200,902.68920 | 59,664,811.34061 |
| Units subscribed | 9,518,063.68595 | 11,173,151.40369 |
| Units redeemed | <u>(9,001,243.12545)</u> | <u>(10,637,060.05510)</u> |
| Units outstanding at the end of the year | <u>60,717,723.24970</u> | <u>60,200,902.68920</u> |
| Net asset value per unit | | |
| | HK\$ | HK\$ |
| Class A | 10.7708 | 12.3406 |
| Class H | 10.7015 | 12.2472 |

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 | 2023 units | 2022 units |
|--|---------------------------|---------------------------|
| Units - Class A | | |
| Units outstanding at the beginning of the year | 32,645,567.60861 | 24,830,217.83618 |
| Units subscribed | 19,345,231.85026 | 22,376,994.27262 |
| Units redeemed | <u>(14,796,760.83968)</u> | <u>(14,561,644.50019)</u> |
| Units outstanding at the end of the year | <u>37,194,038.61919</u> | <u>32,645,567.60861</u> |
| Units - Class H | | |
| Units outstanding at the beginning of the year | 28,561,756.18404 | 20,248,690.89773 |
| Units subscribed | 22,111,249.80890 | 25,482,438.91593 |
| Units redeemed | <u>(19,199,327.94602)</u> | <u>(17,169,373.62962)</u> |
| Units outstanding at the end of the year | <u>31,473,678.04692</u> | <u>28,561,756.18404</u> |
| Net asset value per unit | | |
| | HK\$ | HK\$ |
| Class A | 9.9943 | 10.5383 |
| Class H | 10.0343 | 10.5766 |

Age 65 Plus Fund

| Number of units in issue | 2023 units | 2022 units |
|--|--------------------------|--------------------------|
| Units - Class A | | |
| Units outstanding at the beginning of the year | 15,044,978.60229 | 14,347,638.97994 |
| Units subscribed | 6,752,642.40114 | 7,697,589.61304 |
| Units redeemed | <u>(4,996,659.03597)</u> | <u>(7,000,249.99069)</u> |
| Units outstanding at the end of the year | <u>16,800,961.96746</u> | <u>15,044,978.60229</u> |
| Units - Class H | | |
| Units outstanding at the beginning of the year | 7,358,556.31630 | 6,405,737.46411 |
| Units subscribed | 2,963,581.24142 | 3,857,299.91694 |
| Units redeemed | <u>(3,425,548.56787)</u> | <u>(2,904,481.06475)</u> |
| Units outstanding at the end of the year | <u>6,896,588.98985</u> | <u>7,358,556.31630</u> |
| Net asset value per unit | | |
| | HK\$ | HK\$ |
| Class A | 10.7762 | 11.5358 |
| Class H | 10.7762 | 11.5358 |

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 | 2023 units | 2022 units |
|--|---------------------------|---------------------------|
| Units - Class A | | |
| Units outstanding at the beginning of the year | 47,102,784.19441 | 40,361,413.08310 |
| Units subscribed | 18,231,140.56291 | 21,040,431.41741 |
| Units redeemed | <u>(13,035,897.96779)</u> | <u>(14,299,060.30610)</u> |
| Units outstanding at the end of the year | <u>52,298,026.78953</u> | <u>47,102,784.19441</u> |
| Units - Class H | | |
| Units outstanding at the beginning of the year | 29,868,818.92189 | 25,364,648.96271 |
| Units subscribed | 11,418,970.18974 | 13,388,777.59909 |
| Units redeemed | <u>(8,065,142.65395)</u> | <u>(8,884,607.63991)</u> |
| Units outstanding at the end of the year | <u>33,222,646.45768</u> | <u>29,868,818.92189</u> |
| Net asset value per unit | | |
| | HK\$ | HK\$ |
| Class A | 13.0458 | 13.9930 |
| Class H | 13.0458 | 13.9930 |

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 2023 and 2022, 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 is shown in the following table.

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 2023 and 2022, 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 2023 HK\$ | Change in adjustment for difference in formation expenses for the year ended 31 March 2023 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 | - | - |
| Core Accumulation Fund | - | - |

| Fund Name | Adjustment for difference in formation expenses as at 31 March 2022 HK\$ | Change in adjustment for difference in formation expenses for the year ended 31 March 2022 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) |
| Core Accumulation Fund | - | (59,075) |

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

5 Fees

(a) Investment management fee

The Investment Manager, Invesco Hong Kong Limited, is entitled to receive investment management 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 2023 and 31 March 2022:

| 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 | 0.22% |
| | A | 0.23% |
| 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 2023 and 31 March 2022:

| 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 for the year ended 31 March 2023 and 31 March 2022:

| 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 | 0.655% | - | 0.615% |
| 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 (2022: HK\$30,000 per month), but in respect of employees earning less than HK\$7,100 (2022: HK\$7,100 per month), the employees' mandatory contribution is Nil (2022: Nil).

Self-employed persons must contribute 5% of their relevant income subject to a maximum contribution of HK\$1,500 per month (2022: HK\$1,500 per month) to the Scheme unless their relevant income is less than HK\$7,100 per month (2022: 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).

7 Benefits

Members are entitled to benefits in respect of mandatory contributions and tax deductible voluntary contributions 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> | 2023 HK\$ | 2022 HK\$ |
|--|----------------|----------------|
| Designated at fair value through profit or loss: | | |
| Investments in constituent funds | | |
| MPF Conservative Fund | 2,472,927,578 | 2,376,668,327 |
| Guaranteed Fund | 999,737,394 | 1,063,128,428 |
| Global Bond Fund | 1,006,778,923 | 1,064,876,621 |
| RMB Bond Fund | 358,485,637 | 341,708,376 |
| Capital Stable Fund | 1,542,092,499 | 1,660,403,531 |
| Balanced Fund | 2,508,496,680 | 2,657,468,375 |
| Growth Fund | 4,564,884,004 | 4,830,864,104 |
| Hong Kong and China Equity Fund | 3,652,698,066 | 3,829,626,550 |
| Asian Equity Fund | 1,258,542,531 | 1,419,941,269 |
| Invesco Hang Seng Index Tracking Fund | 687,547,091 | 646,117,845 |
| Age 65 Plus Fund | 255,370,269 | 258,442,808 |
| Core Accumulation Fund | 1,115,689,820 | 1,077,060,158 |
| | 20,423,250,492 | 21,226,306,392 |
| Total financial assets at fair value through profit or loss | | |
| (cost: HK\$17,832,635,223; 2022: HK\$17,360,421,278) | 20,423,250,492 | 21,226,306,392 |

| <u>Constituent Funds</u> | 2023 HK\$ | 2022 HK\$ |
|--|---------------|---------------|
| MPF Conservative Fund | | |
| Designated at fair value through profit or loss: | | |
| Investments in money market instruments/fixed deposits | 1,880,639,907 | 1,538,409,935 |
| Total financial assets at fair value through profit or loss | | |
| (cost: HK\$1,877,092,049; 2022: HK\$1,538,741,224) | 1,880,639,907 | 1,538,409,935 |

As at 31 March 2023 and 2022, 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) | 2023 HK\$ | 2022 HK\$ |
|---|---------------|---------------|
| Guaranteed Fund | | |
| Designated at fair value through profit or loss: | | |
| Principal Guaranteed Umbrella Fund - Principal Long | | |
| Term Guaranteed Fund (Note i) | 999,821,190 | 1,064,560,134 |
| | 999,821,190 | 1,064,560,134 |
| Total financial assets at fair value through profit or loss | | |
| (cost: HK\$922,562,049; 2022: HK\$941,397,230) | 999,821,190 | 1,064,560,134 |
| Global Bond Fund | | |
| Designated at fair value through profit or loss: | | |
| Invesco Pooled Investment Fund - MPF Bond Fund - | | |
| Class B (Note ii) | 1,006,444,990 | 1,064,586,357 |
| | 1,006,444,990 | 1,064,586,357 |
| Total financial assets at fair value through profit or loss | | |
| (cost: HK\$989,148,384; 2022: HK\$1,009,831,957) | 1,006,444,990 | 1,064,586,357 |
| RMB Bond Fund | | |
| Designated at fair value through profit or loss: | | |
| Invesco Pooled Investment Fund - RMB Bond Fund - | | |
| Class B (Note iii) | 359,735,835 | 342,106,324 |
| | 359,735,835 | 342,106,324 |
| Total financial assets at fair value through profit or loss | | |
| | 359,735,835 | 342,106,324 |
| Derivatives - forward foreign exchange contracts | | |
| (refer to note 14) | (894,534) | (69,104) |
| | (894,534) | (69,104) |
| Total financial liabilities at fair value through profit or loss | | |
| | (894,534) | (69,104) |
| Total net financial assets at fair value through profit or loss | | |
| (cost: HK\$342,969,528; 2022: HK\$309,918,451) | 358,841,301 | 342,037,220 |

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) | 2023 HK\$ | 2022 HK\$ |
|---|----------------------|----------------------|
| Capital Stable Fund | | |
| Designated at fair value through profit or loss: | | |
| Invesco Pooled Investment Fund-Global Equities Fund- Class B (Note iv) | 489,093,497 | 530,658,922 |
| Invesco Pooled Investment Fund-MPF Bond Fund-Class B (Note ii) | <u>1,053,799,763</u> | <u>1,107,864,791</u> |
| Total financial assets at fair value through profit or loss (cost: HK\$1,443,780,558; 2022: HK\$1,462,777,975) | <u>1,542,893,260</u> | <u>1,638,523,713</u> |
| Balanced Fund | | |
| Designated at fair value through profit or loss: | | |
| Invesco Pooled Investment Fund-Global Equities Fund- Class B (Note iv) | 1,828,758,402 | 2,000,299,006 |
| Invesco Pooled Investment Fund-MPF Bond Fund-Class B (Note ii) | <u>677,932,921</u> | <u>569,331,355</u> |
| Total financial assets at fair value through profit or loss (cost: HK\$2,169,312,877; 2022: HK\$2,070,835,778) | <u>2,506,691,323</u> | <u>2,569,630,361</u> |
| Growth Fund | | |
| Designated at fair value through profit or loss: | | |
| Invesco Pooled Investment Fund-Global Equities Fund- Class B (Note iv) | <u>4,569,526,813</u> | <u>4,835,602,613</u> |
| Total financial assets at fair value through profit or loss (cost: HK\$ 3,677,645,690; 2022: HK\$3,620,974,222) | <u>4,569,526,813</u> | <u>4,835,602,613</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>3,656,361,211</u> | <u>3,833,377,158</u> |
| Total financial assets at fair value through profit or loss (cost: HK\$ 4,173,453,070; 2022: HK\$4,241,558,842) | <u>3,656,361,211</u> | <u>3,833,377,158</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) | 2023 HK\$ | 2022 HK\$ |
|--|---------------|---------------|
| Asian Equity Fund | | |
| Designated at fair value through profit or loss: | | |
| Invesco Pooled Investment Fund-Asia Fund | | |
| -Class B (Note vi) | 1,258,534,305 | 1,420,038,358 |
| Total financial assets at fair value through profit or loss | | |
| (cost: HK\$1,209,873,804; 2022: HK\$1,199,468,811) | 1,258,534,305 | 1,420,038,358 |
| | | |
| Invesco Hang Seng Index Tracking Fund | | |
| Designated at fair value through profit or loss: | | |
| Tracker Fund of Hong Kong (Note vii) | | |
| | 690,695,670 | 649,584,540 |
| Total financial assets at fair value through profit or loss | | |
| (cost: HK\$810,582,465; 2022: HK\$755,865,656) | 690,695,670 | 649,584,540 |
| | | |
| Age 65 Plus Fund | | |
| Designated at fair value through profit or loss: | | |
| Invesco Pooled Investment Fund-Age 65 Plus Fund- | | |
| Class B (Note viii) | 255,478,255 | 258,545,343 |
| Total financial assets at fair value through profit or loss | | |
| (cost: HK\$265,384,736; 2022: HK\$259,767,646) | 255,478,255 | 258,545,343 |
| | | |
| Core Accumulation Fund | | |
| Designated at fair value through profit or loss: | | |
| Invesco Pooled Investment Fund-Core Accumulation | | |
| Fund-Class B (Note ix) | 1,116,449,032 | 1,077,753,741 |
| Total financial assets at fair value through profit or loss | | |
| (cost: HK\$1,074,246,523; 2022: HK\$971,136,294) | 1,116,449,032 | 1,077,753,741 |

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 2023 and 2022 are as follows:

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

| | % of net assets | |
|--|-----------------|--------|
| | 2023 | 2022 |
| Listed/quoted investments | | |
| Debt securities/money market instruments/equities | | |
| Hong Kong | 32.76 | 33.09 |
| Europe | 0.02 | 2.03 |
| North America | 56.49 | 53.86 |
| Others | - | 2.03 |
| | 89.27 | 91.01 |
| Total investments | 89.27 | 91.01 |
| Cash and other net assets | 10.73 | 8.99 |
| Net assets attributable to unitholders | 100.00 | 100.00 |

As at 31 March 2023, the Principal Guaranteed Umbrella Fund - Principal Long Term Guaranteed Fund invests in 7 (2022: 7) 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 | |
|---|-----------------|--------|
| | 2023 | 2022 |
| 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 liabilities | - | - |
| Net assets attributable to unitholders | 100.00 | 100.00 |

As at 31 March 2023, the investment portfolio of MPF Bond Fund is mainly exposed to financial industries and government (2022: financial industries and government), amounted to 23% and 67% (2022: 29% and 51%) 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 | |
|---|-----------------|---------------|
| | 2023 | 2022 |
| Listed/quoted investments | | |
| Debt securities/money market instruments | | |
| Australia | 4.07 | 3.56 |
| British Virgin Islands | 7.62 | 10.71 |
| Canada | 2.47 | 0.88 |
| Cayman Islands | 11.74 | 14.59 |
| China | 17.95 | 22.06 |
| France | 1.66 | - |
| Germany | 2.49 | 2.63 |
| Hong Kong | 19.34 | 19.19 |
| India | 1.29 | 1.37 |
| Netherlands | 1.81 | 1.94 |
| Singapore | 4.56 | 1.75 |
| South Korea | 6.79 | 7.20 |
| Supranational | 3.90 | 3.25 |
| United Arab Emirates | 6.82 | 4.63 |
| United Kingdom | 5.76 | 4.41 |
| Total investments | 98.27 | 98.17 |
| Cash and other net assets | 1.73 | 1.83 |
| Net assets attributable to unitholders | 100.00 | 100.00 |

As at 31 March 2023, the investment portfolio of RMB Bond Fund is mainly exposed to government and financial industries (2022: government and financial industries), amounted to 18% and 70% (2022: 18% and 68%) respectively of the net assets attributable to unitholders of the underlying fund.

Note iv - Invesco Pooled Investment Fund - Global Equities Fund

| | % of net assets | |
|---|-----------------|---------------|
| | 2023 | 2022 |
| Quoted investments | | |
| Approved pooled investment funds Denominated in HK Dollars | | |
| Hong Kong | 94.02 | 98.77 |
| Total investments | 94.02 | 98.77 |
| Cash and other net assets | 5.98 | 1.23 |
| Net assets attributable to unitholders | 100.00 | 100.00 |

As at 31 March 2023, the investment portfolio of Global Equities Fund is mainly exposed to industrial, technology, communications, financial and consumer industries (2022: industrial, technology, communications, consumer and financial industries), amounted to 11%, 12%, 16%, 18% and 24% (2022: 12%, 15%, 17%, 21% and 23%) 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 | |
|--|-----------------|--------|
| | 2023 | 2022 |
| Listed/quoted investments | | |
| Equities | | |
| China | 21.92 | 28.74 |
| Hong Kong | 76.70 | 69.75 |
| | 98.62 | 98.49 |
| Total investments | | |
| Cash and other net assets | 1.38 | 1.51 |
| | 100.00 | 100.00 |
| Net assets attributable to unitholders | 100.00 | 100.00 |

As at 31 March 2023, the investment portfolio of Hong Kong and China Fund is mainly exposed to consumer, financial and communications industries (2022: consumer, communications and financial industries), amounted to 24%, 30% and 33% (2022: 13%, 28% and 38%) respectively of the net assets attributable to unitholders of the underlying fund.

Note vi - Invesco Pooled Investment Fund - Asia Fund

| | % of net assets | |
|--|-----------------|--------|
| | 2023 | 2022 |
| Listed/quoted investments | | |
| Equities | | |
| China | 11.13 | 9.85 |
| Hong Kong | 35.58 | 28.82 |
| India | 14.26 | 16.61 |
| Indonesia | 2.16 | 2.20 |
| Malaysia | 1.05 | 1.08 |
| Philippines | 1.13 | 1.31 |
| Singapore | 2.81 | 3.99 |
| South Korea | 12.71 | 13.77 |
| Taiwan | 15.10 | 18.29 |
| Thailand | 2.23 | 2.53 |
| | 98.16 | 98.45 |
| Total investments | | |
| Cash and other net assets | 1.84 | 1.55 |
| | 100.00 | 100.00 |
| Net assets attributable to unitholders | 100.00 | 100.00 |

As at 31 March 2023, the investment portfolio of Asia Fund is mainly exposed to industrial, consumer, technology, communications and financial industries (2022: communications, technology and financial industries), amounted to 10%, 19%, 19%, 21% and 25% (2022: 18%, 28% and 31%) 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 | |
|----------------------------------|------------------------|--------|
| | 2023 | 2022 |
| Listed/quoted investments | | |
| Equities | | |
| Hong Kong | 100.00 | 100.00 |
| Total investments | 100.00 | 100.00 |

As at 31 March 2023, the investment portfolio of Tracker Fund of Hong Kong Ltd is mainly exposed to information technology and financial industries (2022: information technology and financial industries) amounted to 30% and 34% (2022: 26% and 38%) respectively of the total investments of the underlying fund.

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

| | % of net assets | |
|---|-----------------|--------|
| | 2023 | 2022 |
| 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 liabilities | - | - |
| Net assets attributable to unitholders | 100.00 | 100.00 |

As at 31 March 2023, the investment portfolio of Age 65 Plus Fund is mainly exposed to government (2022: government) amounted to 79% (2022: 75%) of the net assets attributable to unitholders of the underlying fund.

Note ix - Invesco Pooled Investment Fund - Core Accumulation Fund

| | % of net assets | |
|---|-----------------|--------|
| | 2023 | 2022 |
| 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 liabilities | - | - |
| 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 2023, the investment portfolio of Core Accumulation Fund is mainly exposed to financial, technology and consumer industries and government (2022: financial, technology and consumer industries and government amounted to 10%, 12%, 20% and 39% (2022: 10%, 12%, 19% and 37%) 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 2023 (2022: Nil).

10 Accrued benefits

The total accrued benefits vested in the members' accounts of the Scheme amounted to HK\$20,340,051,937 as at 31 March 2023 (2022: HK\$21,132,898,488).

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 2023 and 2022.

(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 2023 and 2022. 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 2023 | | 31 March 2022 | |
|-----------------------|-----------------------------|---|--|---|--|
| | | % 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 | 0.05% - 0.25% | HK\$548,445 to HK\$2,742,227 | 0% - 0.1% | HK\$0 to HK\$737,366 |
| 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 2023 | | 31 March 2022 | |
|---------------------------------------|--|---|--|---|--|
| | | % 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 | -6% - 6.6% | -HK\$61,673,911 to HK\$67,841,302 | -6% - -3% | -HK\$63,093,278 to -HK\$31,546,639 |
| RMB Bond Fund | Markit iBoxx ALBI China Offshore Non-Government Investment Grade | -4.5% - 5.1% | -HK\$10,447,300 to HK\$11,840,273 | -1% - 6% | -HK\$1,978,932 to HK\$11,873,590 |
| 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 | -5.1% - 11.2% | -HK\$78,137,297 to HK\$171,595,633 | -6% - -2% | -HK\$102,178,924 to -HK\$34,059,641 |
| 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 | -4.3% - 17.3% | -HK\$106,310,736 to HK\$427,715,287 | -6% - -1% | -HK\$165,840,572 to -HK\$27,640,095 |
| Growth Fund | 30% FTSE MPF HK + 13% Custom MPF Asia ex JP ex HK CN + 20% FTSE MPF Europe + 12% FTSE MPF Japan + 20% FTSE MPF NA + 5% MPF Prescribed Savings Rate | -3.6% - 20.8% | -HK\$163,395,234 to HK\$944,061,352 | -6% - 0% | -HK\$291,297,957 to HK\$0 |
| Hong Kong and China Equity Fund | FTSE MPF HK | -5.6% - 20% | -HK\$205,562,579 to HK\$734,152,066 | -24% - -4% | -HK\$924,020,524 to -HK\$154,003,421 |
| Asian Equity Fund | FTSE MPF Asia Pacific ex JP ex AU NZ | -9.2% - 15.5% | -HK\$112,414,562 to HK\$189,394,098 | -10% - -2% | -HK\$127,664,150 to -HK\$25,532,830 |
| Invesco Hang Seng Index Tracking Fund | Hang Seng Index | -4.2% - 19.1% | -HK\$28,332,932 to HK\$128,847,381 | -21% - -3% | -HK\$134,942,467 to -HK\$19,277,495 |

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 2023 | | 31 March 2022 | |
|------------------------|--|---|--|---|--|
| | | % 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 | -6.4% - 5.5% | -HK\$17,181,399 to HK\$14,765,265 | -5% - -1% | -HK\$12,740,684 to -HK\$2,548,137 |
| Core Accumulation Fund | 37% Citi MPF World Government Bond Index + 60% FTSE MPF All-World Index + 3% MPF Prescribed Savings Rate | -6.4% - 11.6% | -HK\$72,326,702 to HK\$131,092,147 | -5% - 4% | -HK\$53,135,617 to HK\$42,508,494 |

**** Guaranteed Fund invests in an approved pooled investment fund guaranteed by Principal Insurance Company (Hong Kong) Limited. For the year ended 31 March 2023, the guarantee rate is set at 1% p.a. (2022: 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 2023

| (HK\$) | Up to 3 months | 3 months to 1 year | Non-interest bearing | Total |
|---|----------------------|-----------------------|-------------------------|----------------------|
| Assets | | | | |
| Financial assets at fair value through profit or loss | 1,039,280,804 | 841,359,103 | - | 1,880,639,907 |
| Bank balances and deposits | 631,553,229 | - | - | 631,553,229 |
| Other assets | - | - | 24,952,545 | 24,952,545 |
| Total assets | 1,670,834,033 | 841,359,103 | 24,952,545 | 2,537,145,681 |
| Liabilities | | | | |
| Other liabilities | - | - | 64,218,103 | 64,218,103 |
| Liabilities (excluding net assets attributable to members) | - | - | 64,218,103 | 64,218,103 |
| Net assets attributable to members | 1,670,834,033 | 841,359,103 | (39,265,558) | 2,472,927,578 |
| Total interest sensitivity gap | 1,670,834,033 | 841,359,103 | | |

At 31 March 2022

| (HK\$) | Up to 3 months | 3 months to 1 year | Non-interest bearing | Total |
|---|----------------------|-----------------------|-------------------------|----------------------|
| Assets | | | | |
| Financial assets at fair value through profit or loss | 983,528,302 | 554,881,633 | - | 1,538,409,935 |
| Bank balances and deposits | 839,981,621 | - | - | 839,981,621 |
| Other assets | - | - | 20,397,049 | 20,397,049 |
| Total assets | 1,823,509,923 | 554,881,633 | 20,397,049 | 2,398,788,605 |
| Liabilities | | | | |
| Other liabilities | - | - | 22,120,278 | 22,120,278 |
| Liabilities (excluding net assets attributable to members) | - | - | 22,120,278 | 22,120,278 |
| Net assets attributable to members | 1,823,509,923 | 554,881,633 | (1,723,229) | 2,376,668,327 |
| Total interest sensitivity gap | 1,823,509,923 | 554,881,633 | | |

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(b) Interest rate risk (Continued)

Interest rate sensitivity

The table below summarises the impact of increase/decrease of 50 basis points (2022: 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 2023 | 31 March 2022 |
|-----------------------|--|---------------|
| | Increased/decreased by 50 basis points | |
| | Impact on net assets attributable to members | |
| MPF Conservative Fund | HK\$2,068,704 | HK\$1,384,569 |

(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 2023 and 2022, 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 2023 and 2022, 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

| | 2023 | 2022 |
|---------|--|--|
| | (% of financial assets at fair value through profit or loss) | (% of financial assets at fair value through profit or loss) |
| Rating | | |
| Aa1/AA+ | 4.71 | 2.28 |
| Aa2/AA | 5.00 | 5.84 |
| Aa3/AA- | 20.98 | 24.24 |
| A1/A+ | 42.62 | 45.44 |
| A2/A | 2.66 | - |
| A3/A- | 24.03 | 22.20 |
| | <u>100.00</u> | <u>100.00</u> |

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 | 2023 | 2022 |
|----------------------------|-----------------------------------|-----------------------------------|
| Rating | (% of bank balances and deposits) | (% of bank balances and deposits) |
| P-1/Aa1 | 21.65 | - |
| P-1/Aa3 | 28.94 | 10.74 |
| P-1/A-1 | 40.87 | 33.33 |
| P-2/A-3 | 8.54 | 29.53 |
| P-2/Baa1 | - | 26.40 |
| | 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 2023 and 2022.

Guaranteed Fund

| Bank balances and deposits | 2023 | 2022 |
|----------------------------|-----------------------------------|-----------------------------------|
| 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 | 2023 | 2022 |
|----------------------------|-----------------------------------|-----------------------------------|
| 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 | 2023 | 2022 |
|----------------------------|-----------------------------------|-----------------------------------|
| 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 | 2023 | 2022 |
|----------------------------|-----------------------------------|-----------------------------------|
| | (% 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> |

Balanced Fund

| Bank balances and deposits | 2023 | 2022 |
|----------------------------|-----------------------------------|-----------------------------------|
| | (% 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> |

Growth Fund

| Bank balances and deposits | 2023 | 2022 |
|----------------------------|-----------------------------------|-----------------------------------|
| | (% 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> |

Hong Kong and China Equity Fund

| Bank balances and deposits | 2023 | 2022 |
|----------------------------|-----------------------------------|-----------------------------------|
| | (% 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> |

Asian Equity Fund

| Bank balances and deposits | 2023 | 2022 |
|----------------------------|-----------------------------------|-----------------------------------|
| | (% 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> |

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 | 2023 | 2022 |
|----------------------------|-----------------------------------|-----------------------------------|
| | (% 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 | 2023 | 2022 |
|----------------------------|-----------------------------------|-----------------------------------|
| | (% 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 | 2023 | 2022 |
|----------------------------|-----------------------------------|-----------------------------------|
| | (% 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 2023, the credit rating of Principal Financial Group (the parent company of Principal Insurance Company (Hong Kong) Limited) is A- (2022: 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 2023 and 2022, 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 realise units credited to the account of the member. Units will normally be realised 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 realised 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 2023 | | | |
| Amounts payable on redemption | 3,854,012 | - | - |
| Amounts payable on fund switching | 9,503,031 | - | - |
| Amounts payable on purchase of financial assets at fair value through profit or loss | 49,091,776 | - | - |
| Other payables | - | 1,769,284 | - |
| Net assets attributable to members | 2,472,927,578 | - | - |
| | <u>2,535,376,397</u> | <u>1,769,284</u> | <u>-</u> |
| At 31 March 2022 | | | |
| Amounts payable on redemption | 6,530,662 | - | - |
| Amounts payable on fund switching | 14,533,604 | - | - |
| Other payables | - | 1,056,012 | - |
| Net assets attributable to members | 2,376,668,327 | - | - |
| | <u>2,397,732,593</u> | <u>1,056,012</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 2023 | | | |
| Amounts payable on redemption | 912,627 | - | - |
| Amounts payable on purchase of financial assets at fair value through profit or loss | 13,230 | - | - |
| Other payables | - | 1,391,438 | - |
| | <u>925,857</u> | <u>1,391,438</u> | <u>-</u> |
| At 31 March 2022 | | | |
| Amounts payable on redemption | 1,498,484 | - | - |
| Amounts payable on purchase of financial assets at fair value through profit or loss | 5,591 | - | - |
| Other payables | - | 1,431,727 | - |
| | <u>1,504,075</u> | <u>1,431,727</u> | <u>-</u> |
| | | | |
| Global Bond Fund | Less than 1 month HK\$ | 1-3 months HK\$ | > 3 months HK\$ |
| At 31 March 2023 | | | |
| Amounts payable on redemption | 1,303,272 | - | - |
| Amounts payable on fund switching | 2,993,822 | - | - |
| Amounts payable on purchase of financial assets at fair value through profit or loss | 4,272,029 | - | - |
| Other payables | - | 1,021,451 | - |
| Net assets attributable to members | 1,006,778,923 | - | - |
| | <u>1,015,348,046</u> | <u>1,021,451</u> | <u>-</u> |
| At 31 March 2022 | | | |
| Amounts payable on redemption | 2,453,563 | - | - |
| Amounts payable on fund switching | 5,210,565 | - | - |
| Amounts payable on purchase of financial assets at fair value through profit or loss | 2,312,896 | - | - |
| Other payables | - | 1,064,360 | - |
| Net assets attributable to members | 1,064,876,621 | - | - |
| | <u>1,074,853,645</u> | <u>1,064,360</u> | <u>-</u> |

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(d) Liquidity risk (Continued)

| RMB Bond Fund | Less than 1 month HK\$ | 1-3 months HK\$ | > 3 months HK\$ |
|--|------------------------------|--------------------|--------------------|
| At 31 March 2023 | | | |
| Financial liabilities at fair value through profit or loss | - | 894,534 | - |
| Amounts payable on redemption | 739,952 | - | - |
| Amounts payable on fund switching | 605,868 | - | - |
| Amounts payable on purchase of financial assets at fair value through profit or loss | 717,566 | - | - |
| Other payables | - | 355,808 | - |
| Net assets attributable to members | 358,485,637 | - | - |
| | <u>360,549,023</u> | <u>1,250,342</u> | <u>-</u> |
| At 31 March 2022 | | | |
| Financial liabilities at fair value through profit or loss | - | 69,104 | - |
| Amounts payable on redemption | 118,574 | - | - |
| Amounts payable on fund switching | 1,557,989 | - | - |
| Amounts payable on purchase of financial assets at fair value through profit or loss | 2,295,966 | - | - |
| Other payables | - | 328,983 | - |
| Net assets attributable to members | 341,708,376 | - | - |
| | <u>345,680,905</u> | <u>398,087</u> | <u>-</u> |
| | | | |
| Capital Stable Fund | Less than 1 month HK\$ | 1-3 months HK\$ | > 3 months HK\$ |
| At 31 March 2023 | | | |
| Amounts payable on redemption | 1,510,731 | - | - |
| Amounts payable on fund switching | 706,202 | - | - |
| Amounts payable on purchase of financial assets at fair value through profit or loss | 1,087,027 | - | - |
| Other payables | - | 1,611,825 | - |
| Net assets attributable to members | 1,542,092,499 | - | - |
| | <u>1,545,396,459</u> | <u>1,611,825</u> | <u>-</u> |
| At 31 March 2022 | | | |
| Amounts payable on redemption | 2,235,299 | - | - |
| Amounts payable on fund switching | 3,429,819 | - | - |
| Amounts payable on purchase of financial assets at fair value through profit or loss | 1,663,439 | - | - |
| Other payables | - | 1,692,791 | - |
| Net assets attributable to members | 1,660,403,531 | - | - |
| | <u>1,667,732,088</u> | <u>1,692,791</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 2023 | | | |
| Amounts payable on redemption | 2,489,291 | - | - |
| Amounts payable on fund switching | 3,371,198 | - | - |
| Amounts payable on purchase of financial assets at fair value through profit or loss | 5,214,426 | - | - |
| Other payables | - | 2,574,550 | - |
| Net assets attributable to members | 2,508,496,680 | - | - |
| Total financial liabilities | 2,519,571,595 | 2,574,550 | - |
| At 31 March 2022 | | | |
| Amounts payable on redemption | 5,589,448 | - | - |
| Amounts payable on fund switching | 3,485,158 | - | - |
| Amounts payable on purchase of financial assets at fair value through profit or loss | 2,265,389 | - | - |
| Other payables | - | 2,648,813 | - |
| Net assets attributable to members | 2,657,468,375 | - | - |
| Total financial liabilities | 2,668,808,370 | 2,648,813 | - |
| | | | |
| Growth Fund | Less than 1 month HK\$ | 1-3 months HK\$ | > 3 months HK\$ |
| At 31 March 2023 | | | |
| Amounts payable on redemption | 3,866,144 | - | - |
| Amounts payable on fund switching | 6,867,877 | - | - |
| Amounts payable on purchase of financial assets at fair value through profit or loss | 2,550,942 | - | - |
| Other payables | - | 4,643,858 | - |
| Net assets attributable to members | 4,564,884,004 | - | - |
| Total financial liabilities | 4,578,168,967 | 4,643,858 | - |
| At 31 March 2022 | | | |
| Amounts payable on redemption | 9,212,586 | - | - |
| Amounts payable on fund switching | 4,412,560 | - | - |
| Amounts payable on purchase of financial assets at fair value through profit or loss | 9,057,030 | - | - |
| Other payables | - | 4,738,762 | - |
| Net assets attributable to members | 4,830,864,104 | - | - |
| Total financial liabilities | 4,853,546,280 | 4,738,762 | - |

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 2023 | | | |
| Amounts payable on redemption | 2,633,523 | - | - |
| Amounts payable on fund switching | 7,098,989 | - | - |
| Amounts payable on purchase of financial assets at fair value through profit or loss | 6,832,758 | - | - |
| Other payables | - | 3,664,421 | - |
| Net assets attributable to members | 3,652,698,066 | - | - |
| | <u>3,669,263,336</u> | <u>3,664,421</u> | <u>-</u> |
| At 31 March 2022 | | | |
| Amounts payable on redemption | 6,685,596 | - | - |
| Amounts payable on fund switching | 14,763,805 | - | - |
| Amounts payable on purchase of financial assets at fair value through profit or loss | 9,930,852 | - | - |
| Other payables | - | 3,750,878 | - |
| Net assets attributable to members | 3,829,626,550 | - | - |
| | <u>3,861,006,803</u> | <u>3,750,878</u> | <u>-</u> |
| | | | |
| Asian Equity Fund | Less than 1 month HK\$ | 1-3 months HK\$ | > 3 months HK\$ |
| At 31 March 2023 | | | |
| Amounts payable on redemption | 1,230,080 | - | - |
| Amounts payable on fund switching | 1,094,466 | - | - |
| Amounts payable on purchase of financial assets at fair value through profit or loss | 1,129,400 | - | - |
| Other payables | - | 1,260,934 | - |
| Net assets attributable to members | 1,258,542,531 | - | - |
| | <u>1,261,996,477</u> | <u>1,260,934</u> | <u>-</u> |
| At 31 March 2022 | | | |
| Amounts payable on redemption | 2,216,473 | - | - |
| Amounts payable on fund switching | 2,378,920 | - | - |
| Amounts payable on purchase of financial assets at fair value through profit or loss | 2,073,527 | - | - |
| Other payables | - | 1,366,228 | - |
| Net assets attributable to members | 1,419,941,269 | - | - |
| | <u>1,426,610,189</u> | <u>1,366,228</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 2023 | | | |
| Amounts payable on redemption | 810,291 | - | - |
| Amounts payable on fund switching | 5,733,260 | - | - |
| Amounts payable on purchase of financial assets at fair value through profit or loss | 930,897 | - | - |
| Other payables | - | 501,768 | - |
| Net assets attributable to members | 687,547,091 | - | - |
| Total financial liabilities | <u>695,021,539</u> | <u>501,768</u> | <u>-</u> |
| At 31 March 2022 | | | |
| Amounts payable on redemption | 744,169 | - | - |
| Amounts payable on fund switching | 6,211,090 | - | - |
| Amounts payable on purchase of financial assets at fair value through profit or loss | 133,491 | - | - |
| Other payables | - | 441,228 | - |
| Net assets attributable to members | 646,117,845 | - | - |
| Total financial liabilities | <u>653,206,595</u> | <u>441,228</u> | <u>-</u> |
| | | | |
| Age 65 Plus Fund | Less than 1 month HK\$ | 1-3 months HK\$ | > 3 months HK\$ |
| At 31 March 2023 | | | |
| Amounts payable on redemption | 327,455 | - | - |
| Amounts payable on fund switching | 793,788 | - | - |
| Amounts payable on purchase of financial assets at fair value through profit or loss | 1,042,627 | - | - |
| Other payables | - | 177,810 | - |
| Net assets attributable to members | 255,370,269 | - | - |
| Total financial liabilities | <u>257,534,139</u> | <u>177,810</u> | <u>-</u> |
| At 31 March 2022 | | | |
| Amounts payable on redemption | 270,978 | - | - |
| Amounts payable on fund switching | 1,199,721 | - | - |
| Amounts payable on purchase of financial assets at fair value through profit or loss | 1,575,069 | - | - |
| Other payables | - | 172,354 | - |
| Net assets attributable to members | 258,442,808 | - | - |
| Total financial liabilities | <u>261,488,576</u> | <u>172,354</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 2023 | | | |
| Amounts payable on redemption | 2,152,023 | - | - |
| Amounts payable on fund switching | 1,891,470 | - | - |
| Amounts payable on purchase of financial assets at fair value through profit or loss | 1,618,020 | - | - |
| Other payables | - | 759,261 | - |
| Net assets attributable to members | 1,115,689,820 | - | - |
| Total financial liabilities | <u>1,121,351,333</u> | <u>759,261</u> | <u>-</u> |
| At 31 March 2022 | | | |
| Amounts payable on redemption | 2,279,309 | - | - |
| Amounts payable on fund switching | 3,547,050 | - | - |
| Amounts payable on purchase of financial assets at fair value through profit or loss | 6,519,799 | - | - |
| Other payables | - | 693,619 | - |
| Net assets attributable to members | 1,077,060,158 | - | - |
| Total financial liabilities | <u>1,089,406,316</u> | <u>693,619</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 2023, there is no individual member held more than 10% of any of the constituent fund's units. (2022: 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.

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(d) Liquidity risk (Continued)

| At 31 March 2023 | Less than 1 month HK\$ | 1 - 3 months HK\$ | > 3 months HK\$ |
|---------------------------------------|---------------------------|-------------------------|-----------------------|
| MPF Conservative Fund | 849,319,018 | 842,073,717 | 845,752,946 |
| Guaranteed Fund | 1,000,747,062 | 1,307,627 | - |
| Global Bond Fund | 1,016,369,497 | - | - |
| RMB Bond Fund | 361,799,365 | - | - |
| Capital Stable Fund | 1,547,008,284 | - | - |
| Balanced Fund | 2,522,146,145 | - | - |
| Growth Fund | 4,582,812,825 | - | - |
| Hong Kong and China Equity Fund | 3,672,927,757 | - | - |
| Asian Equity Fund | 1,263,257,411 | - | - |
| Invesco Hang Seng Index Tracking Fund | 695,523,307 | - | - |
| Age 65 Plus Fund | 257,711,949 | - | - |
| Core Accumulation Fund | 1,122,110,594 | - | - |
| | | | |
| At 31 March 2022 | Less than 1 month HK\$ | 1 - 3 months HK\$ | > 3 months HK\$ |
| MPF Conservative Fund | 1,004,002,632 | 839,696,744 | 555,089,229 |
| Guaranteed Fund | 1,066,064,230 | - | - |
| Global Bond Fund | 1,075,918,005 | - | - |
| RMB Bond Fund | 346,078,992 | - | - |
| Capital Stable Fund | 1,669,424,879 | - | - |
| Balanced Fund | 2,671,457,183 | - | - |
| Growth Fund | 4,858,285,042 | - | - |
| Hong Kong and China Equity Fund | 3,864,757,681 | - | - |
| Asian Equity Fund | 1,427,976,417 | - | - |
| Invesco Hang Seng Index Tracking Fund | 653,647,823 | - | - |
| Age 65 Plus Fund | 261,660,930 | - | - |
| Core Accumulation Fund | 1,090,099,935 | - | - |

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

As at 31 March 2023 and 2022, the Scheme and its constituent funds were subject to master netting arrangement with their counterparty. As at 31 March 2023 and 2022, 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.

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

There is no forward foreign exchange contract as at 31 March 2023 and 31 March 2022.

RMB Bond Fund

Financial assets and liabilities subject to offsetting, enforceable master netting arrangement as at 31 March 2023 and 2022:

| | 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 2023 | | | | | | |
| Financial assets | | | | | | |
| Financial assets at fair value through profit or loss | 359,735,835 | - | 359,735,835 | - | - | 359,735,835 |
| Cash and cash equivalents | 341,004 | - | 341,004 | - | - | 341,004 |
| | <u>360,076,839</u> | <u>-</u> | <u>360,076,839</u> | <u>-</u> | <u>-</u> | <u>360,076,839</u> |
| Financial liabilities | | | | | | |
| Financial liabilities at fair value through profit or loss | (894,534) | - | (894,534) | - | - | (894,534) |

| | 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 2022 | | | | | | |
| Financial assets | | | | | | |
| Financial assets at fair value through profit or loss | 342,106,324 | - | 342,106,324 | - | - | 342,106,324 |
| Cash and cash equivalents | 517,713 | - | 517,713 | - | - | 517,713 |
| | <u>342,624,037</u> | <u>-</u> | <u>342,624,037</u> | <u>-</u> | <u>-</u> | <u>342,624,037</u> |
| Financial liabilities | | | | | | |
| Financial liabilities at fair value through profit or loss | (69,104) | - | (69,104) | - | - | (69,104) |

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

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

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 2023 and 2022, 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.

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).

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(g) Fair value estimation (Continued)

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 2023 and 2022:

MPF Conservative Fund

At 31 March 2023

| | Level 1 HK\$ | Level 2 HK\$ | Total balance HK\$ |
|--|----------------------|--------------------|-----------------------|
| Assets | | | |
| Designated at fair value through profit or loss: | | | |
| - Money market instruments | - | 535,951,181 | 535,951,181 |
| - Fixed deposits | 1,344,688,726 | - | 1,344,688,726 |
| | <u>1,344,688,726</u> | <u>535,951,181</u> | <u>1,880,639,907</u> |

At 31 March 2022

| | Level 1 HK\$ | Level 2 HK\$ | Total balance HK\$ |
|--|----------------------|--------------------|-----------------------|
| Assets | | | |
| Designated at fair value through profit or loss: | | | |
| - Money market instruments | - | 302,542,384 | 302,542,384 |
| - Fixed deposits | 1,235,867,551 | - | 1,235,867,551 |
| | <u>1,235,867,551</u> | <u>302,542,384</u> | <u>1,538,409,935</u> |

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(g) Fair value estimation (Continued)

Guaranteed Fund

At 31 March 2023

| | Level 1 HK\$ | Total balance HK\$ |
|--|-----------------|-----------------------|
| Assets | | |
| Designated at fair value through profit or loss: | | |
| - Collective investment scheme | 999,821,190 | 999,821,190 |
| | 999,821,190 | 999,821,190 |

At 31 March 2022

| | Level 1 HK\$ | Total balance HK\$ |
|--|-----------------|-----------------------|
| Assets | | |
| Designated at fair value through profit or loss: | | |
| - Collective investment scheme | 1,064,560,134 | 1,064,560,134 |
| | 1,064,560,134 | 1,064,560,134 |

Global Bond Fund

At 31 March 2023

| | Level 1 HK\$ | Total balance HK\$ |
|--|-----------------|-----------------------|
| Assets | | |
| Designated at fair value through profit or loss: | | |
| - Collective investment scheme | 1,006,444,990 | 1,006,444,990 |
| | 1,006,444,990 | 1,006,444,990 |

At 31 March 2022

| | Level 1 HK\$ | Total balance HK\$ |
|--|-----------------|-----------------------|
| Assets | | |
| Designated at fair value through profit or loss: | | |
| - Collective investment scheme | 1,064,586,357 | 1,064,586,357 |
| | 1,064,586,357 | 1,064,586,357 |

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(g) Fair value estimation (Continued)

RMB Bond Fund

At 31 March 2023

| | Level 1 HK\$ | Level 2 HK\$ | Total balance HK\$ |
|--|-----------------|-----------------|-----------------------|
| Assets | | | |
| Designated at fair value through profit or loss: | | | |
| - Collective investment scheme | 359,735,835 | - | 359,735,835 |
| Liabilities | | | |
| Designated at fair value through profit or loss: | | | |
| - Forward foreign exchange contracts | - | (894,534) | (894,534) |
| | 359,735,835 | (894,534) | 358,841,301 |
| | 359,735,835 | (894,534) | 358,841,301 |

At 31 March 2022

| | Level 1 HK\$ | Level 2 HK\$ | Total balance HK\$ |
|--|-----------------|-----------------|-----------------------|
| Assets | | | |
| Designated at fair value through profit or loss: | | | |
| - Collective investment scheme | 342,106,324 | - | 342,106,324 |
| Liabilities | | | |
| Designated at fair value through profit or loss: | | | |
| - Forward foreign exchange contracts | - | (69,104) | (69,104) |
| | 342,106,324 | (69,104) | 342,037,220 |
| | 342,106,324 | (69,104) | 342,037,220 |

Capital Stable Fund

At 31 March 2023

| | Level 1 HK\$ | Total balance HK\$ |
|--|-----------------|-----------------------|
| Assets | | |
| Designated at fair value through profit or loss: | | |
| - Collective investment schemes | 1,542,893,260 | 1,542,893,260 |
| | 1,542,893,260 | 1,542,893,260 |

At 31 March 2022

| | Level 1 HK\$ | Total balance HK\$ |
|--|-----------------|-----------------------|
| Assets | | |
| Designated at fair value through profit or loss: | | |
| - Collective investment schemes | 1,638,523,713 | 1,638,523,713 |
| | 1,638,523,713 | 1,638,523,713 |

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(g) Fair value estimation (Continued)

Balanced Fund

At 31 March 2023

| | Level 1 HK\$ | Total balance HK\$ |
|--|-----------------|-----------------------|
| Assets | | |
| Designated at fair value through profit or loss: | | |
| - Collective investment schemes | 2,506,691,323 | 2,506,691,323 |
| | 2,506,691,323 | 2,506,691,323 |

At 31 March 2022

| | Level 1 HK\$ | Total balance HK\$ |
|--|-----------------|-----------------------|
| Assets | | |
| Designated at fair value through profit or loss: | | |
| - Collective investment schemes | 2,569,630,361 | 2,569,630,361 |
| | 2,569,630,361 | 2,569,630,361 |

Growth Fund

At 31 March 2023

| | Level 1 HK\$ | Total balance HK\$ |
|--|-----------------|-----------------------|
| Assets | | |
| Designated at fair value through profit or loss: | | |
| - Collective investment scheme | 4,569,526,813 | 4,569,526,813 |
| | 4,569,526,813 | 4,569,526,813 |

At 31 March 2022

| | Level 1 HK\$ | Total balance HK\$ |
|--|-----------------|-----------------------|
| Assets | | |
| Designated at fair value through profit or loss: | | |
| - Collective investment scheme | 4,835,602,613 | 4,835,602,613 |
| | 4,835,602,613 | 4,835,602,613 |

Hong Kong and China Equity Fund

At 31 March 2023

| | Level 1 HK\$ | Total balance HK\$ |
|--|-----------------|-----------------------|
| Assets | | |
| Designated at fair value through profit or loss: | | |
| - Collective investment scheme | 3,656,361,211 | 3,656,361,211 |
| | 3,656,361,211 | 3,656,361,211 |

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

12 Financial risk management (Continued)

(g) Fair value estimation (Continued)

Hong Kong and China Equity Fund (Continued)

At 31 March 2022

| | Level 1 HK\$ | Total balance HK\$ |
|--|-----------------|-----------------------|
| Assets | | |
| Designated at fair value through profit or loss: | | |
| - Collective investment scheme | 3,833,377,158 | 3,833,377,158 |
| | 3,833,377,158 | 3,833,377,158 |

Asian Equity Fund

At 31 March 2023

| | Level 1 HK\$ | Total balance HK\$ |
|--|-----------------|-----------------------|
| Assets | | |
| Designated at fair value through profit or loss: | | |
| - Collective investment scheme | 1,258,534,305 | 1,258,534,305 |
| | 1,258,534,305 | 1,258,534,305 |

At 31 March 2022

| | Level 1 HK\$ | Total balance HK\$ |
|--|-----------------|-----------------------|
| Assets | | |
| Designated at fair value through profit or loss: | | |
| - Collective investment scheme | 1,420,038,358 | 1,420,038,358 |
| | 1,420,038,358 | 1,420,038,358 |

Invesco Hang Seng Index Tracking Fund

At 31 March 2023

| | Level 1 HK\$ | Total balance HK\$ |
|--|-----------------|-----------------------|
| Assets | | |
| Designated at fair value through profit or loss: | | |
| - Index-Tracking collective investment scheme | 690,695,670 | 690,695,670 |
| | 690,695,670 | 690,695,670 |

At 31 March 2022

| | Level 1 HK\$ | Total balance HK\$ |
|--|-----------------|-----------------------|
| Assets | | |
| Designated at fair value through profit or loss: | | |
| - Index-Tracking collective investment scheme | 649,584,540 | 649,584,540 |
| | 649,584,540 | 649,584,540 |

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 2023

| | Level 1 HK\$ | Total balance HK\$ |
|--|-----------------|-----------------------|
| Assets | | |
| Designated at fair value through profit or loss: | | |
| - Collective investment schemes | 255,478,255 | 255,478,255 |
| | 255,478,255 | 255,478,255 |

At 31 March 2022

| | Level 1 HK\$ | Total balance HK\$ |
|--|-----------------|-----------------------|
| Assets | | |
| Designated at fair value through profit or loss: | | |
| - Collective investment schemes | 258,545,343 | 258,545,343 |
| | 258,545,343 | 258,545,343 |

Core Accumulation Fund

At 31 March 2023

| | Level 1 HK\$ | Total balance HK\$ |
|--|-----------------|-----------------------|
| Assets | | |
| Designated at fair value through profit or loss: | | |
| - Collective investment schemes | 1,116,449,032 | 1,116,449,032 |
| | 1,116,449,032 | 1,116,449,032 |

At 31 March 2022

| | Level 1 HK\$ | Total balance HK\$ |
|--|-----------------|-----------------------|
| Assets | | |
| Designated at fair value through profit or loss: | | |
| - Collective investment schemes | 1,077,753,741 | 1,077,753,741 |
| | 1,077,753,741 | 1,077,753,741 |

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 2023 and 2022, the constituent funds did not hold any investments classified in level 3.

As at 31 March 2023 and 2022, 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, amounts 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:

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

13 Capital risk management (Continued)

- 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.

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 gains/(losses) HK\$ |
|-----------------------------------|-----------------|--------------------------|-----------------------------------|
| <u>At 31 March 2023</u> | | | |
| Open contracts: CNY106,000,000 | HK\$120,916,320 | 29 June 2023 | (894,534) |
| | | Total unrealised losses: | <u>(894,534)</u> |
| <u>At 31 March 2022</u> | | | |
| Open contracts: CNY112,000,000 | HK\$136,842,720 | 29 June 2022 | (69,104) |
| | | Total unrealised losses: | <u>(69,104)</u> |

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

15 Transactions with associates or 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 2023 and 2022. 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 2023 and 2022. All transactions were entered into in the ordinary course of business and on normal commercial terms.

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

| Constituent funds | 2023 HK\$ | 2022 HK\$ |
|---------------------------------------|--------------|--------------|
| MPF Conservative Fund | 28,870 | 25,587 |
| Guaranteed Fund | 50,525 | 48,297 |
| Global Bond Fund | 48,128 | 47,956 |
| RMB Bond Fund | 42,505 | 42,082 |
| Capital Stable Fund | 92,194 | 92,689 |
| Balanced Fund | 100,177 | 101,119 |
| Growth Fund | 77,894 | 80,431 |
| Hong Kong and China Equity Fund | 70,848 | 73,288 |
| Asian Equity Fund | 50,225 | 51,734 |
| Invesco Hang Seng Index Tracking Fund | 5,819 | 4,724 |
| Age 65 Plus Fund | 2,185 | 1,933 |
| Core Accumulation Fund | 9,366 | 8,298 |

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

15 Transactions with associates or related parties (Continued)

As at 31 March 2023 and 2022, 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:

Shareholders or associated entities of the Trustee

CMB Wing Lung Bank Limited
Dah Sing Bank Limited
Fubon Bank (Hong Kong) Limited
Industrial and Commercial Bank of China (Asia) Limited
OCBC Wing Hang Bank Limited
Shanghai Commercial Bank Limited

| MPF Conservative Fund | 2023 HK\$ | 2022 HK\$ |
|------------------------------|----------------------|----------------------|
| Cash Deposits | 220,274,421 | 392,221,058 |
| Investments | 375,063,715 | 550,447,576 |

Interest income earned by MPF Conservative Fund during the year and interest receivable of MPF Conservative Fund as at 31 March 2023 and 2022 from cash deposits issued by the shareholders or associated entities of the Trustee were as follows:

Shareholders or associated entities of the Trustee

CMB Wing Lung Bank Limited
Dah Sing Bank Limited
Fubon Bank (Hong Kong) Limited
Industrial and Commercial Bank of China (Asia) Limited
OCBC Wing Hang Bank Limited
Shanghai Commercial Bank Limited

| MPF Conservative Fund | 2023 HK\$ | 2022 HK\$ |
|------------------------------|----------------------|----------------------|
| Interest income | 15,074,696 | 3,705,093 |
| Interest receivable | 3,897,607 | 483,177 |

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 2023

| | Core Accumulation Fund ("DIS Fund") | | Age 65 Plus Fund ("DIS Fund") | |
|---|-------------------------------------|------------------|-------------------------------|------------------|
| | 2023 HK\$ | 2022 HK\$ | 2023 HK\$ | 2022 HK\$ |
| Payment for services | | | | |
| - Investment management fee | 3,602,446 | 3,562,175 | 839,603 | 902,581 |
| - Trustee and administration fees | 2,256,926 | 2,231,696 | 526,010 | 565,469 |
| - Sponsor fee | 1,015,990 | 1,004,632 | 236,791 | 254,560 |
| Total payment for services of each DIS Fund | <u>6,875,362</u> | <u>6,798,503</u> | <u>1,602,404</u> | <u>1,722,610</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 | 1,083 | 875 | 252 | 228 |
| - Auditor's remuneration | 70,495 | 47,154 | 16,351 | 12,136 |
| - Professional fee | 9,366 | - | 2,185 | - |
| - Other expenses | 156,400 | 146,180 | 36,560 | 37,032 |
| Total out-of-pocket expenses | <u>237,344</u> | <u>194,209</u> | <u>55,348</u> | <u>49,396</u> |
| Other payments | | | | |
| - Legal and professional fees | 10,114 | 10,024 | 2,395 | 2,458 |
| Total other payments | <u>10,114</u> | <u>10,024</u> | <u>2,395</u> | <u>2,458</u> |
| Total payments of each DIS Fund | <u>7,122,820</u> | <u>7,002,736</u> | <u>1,660,147</u> | <u>1,774,464</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 2022 | 90,850,566 | 33,552,593 |
| Charged to Statement of Changes in Net Assets Available for Benefits | 1,335,117,729 | 17,231,613 |
| Cash outflow | <u>(1,369,536,137)</u> | <u>(15,879,034)</u> |
| Ending balance as at 31 March 2023 | <u>56,432,158</u> | <u>34,905,172</u> |

| | Benefits payable | Forfeitures payable |
|--|------------------------|---------------------|
| | HK\$ | HK\$ |
| Beginning balance as at 31 March 2021 | 170,467,891 | 29,208,859 |
| Charged to Statement of Changes in Net Assets Available for Benefits | 2,735,126,532 | 26,803,817 |
| Cash outflow | <u>(2,814,743,857)</u> | <u>(22,460,083)</u> |
| Ending balance as at 31 March 2022 | <u>90,850,566</u> | <u>33,552,593</u> |

18 Soft commission arrangements

During the year ended 31 March 2023, 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 (2022: Nil).

19 Security lending arrangements

During the year ended 31 March 2023, the Scheme and its constituent funds did not enter into any security lending arrangements (2022: Nil).

20 Negotiability of assets

As at 31 March 2023, there was no statutory or contractual requirement restricting the negotiability of the assets of the Scheme and its constituent funds (2022: Nil).

21 Commitments

The Scheme and its constituent funds had no commitments as at 31 March 2023 (2022: Nil).

Invesco Strategic MPF Scheme

Notes to the Financial Statements (Continued)

22 Contingent liabilities

The Scheme and its constituent funds had no contingent liabilities as at 31 March 2023 (2022: 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 2023 (2022: 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 2023, the deferred administrative expenses inclusive of investment management fee, trustee and administration fees and sponsor fee amounted to nil (2022: HK\$3,231,636, HK\$5,865,419 and HK\$1,615,818 respectively) were not recognised in the Statement of Comprehensive Income.

During the year ended 31 March 2023, the MPF Conservative Fund has recovered deferred administrative expenses inclusive of investment management fee, trustee and administration fees and sponsor fee of previous year amounted to HK\$2,376,726, HK\$4,313,758 and HK\$1,188,363 (2022: Nil).

25 Subsequent events

Management has performed subsequent events review up to the approval date of these financial statements, there were two constituent funds launched under the Scheme on 9 June 2023, namely Invesco Global Index Tracking Fund and Invesco US Index Tracking Fund.

On 23 May 2023, BCT Group ("BCT"), comprising BCT Financial Limited ("BCTF") and Bank Consortium Trust Company Limited ("BCTC"), and Invesco Hong Kong Limited, a wholly owned subsidiary of Invesco Ltd. ("Invesco"), announced that they have entered into a definitive agreement, whereby BCTF will become the Sponsor for the Scheme. The change will take place in Q4 2023.

On 30 August 2023, a notice to participating employers and members has been issued to inform participating employers and members the termination of Guaranteed Fund will take effect on 30 November 2023. Guaranteed Fund will no longer be available under the Scheme following the termination.

26 Approval of financial statements

The financial statements were approved by the Trustee on 19 September 2023.

INVESCO STRATEGIC MPF SCHEME
INDEPENDENT AUDITOR'S ASSURANCE REPORT
FOR THE YEAR ENDED
31 MARCH 2023

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 2023 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 19 September 2023.

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 Management

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 Management 1 issued by the HKICPA, which requires the firm to design, implement and operate a system of quality management including policies or 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 2023 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 2023, 30 November 2022 and 29 July 2022; 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 2023, 30 November 2022 and 29 July 2022; 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 2023.
- (b) as at 31 March 2023, 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 2023 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, 19 September 2023

Invesco Strategic MPF Scheme
Governance Report
For the year ended 31 March 2023

Section 1: Trustee's Governance Framework

Cultures and Values

1. BCT, as the trustee of Invesco Strategic MPF Scheme, is committed to cultivating a culture of strong governance. Integral to such a commitment is the nurturing of a corporate culture and the adoption of core values.
2. The corporate culture stems from trustee fiduciary duties and certain statutory duties and the recognition by the Board and management of the importance of serving scheme members with honesty, integrity and fairness as well as the core values of the Governance Charter for MPF Trustees launched by the MPFA in 2018 and endorsed by the BCT.
3. Our Governance Framework is intended to be aligned with and to put in practice such culture and values. The manners in which this framework is implemented is intended to reflect the business principles and practices based on such values.

Board and Board Committees

4. The Board of Directors oversee the efficient operation of BCT by directing and supervising its affairs in a responsible and effective manner. Generally, each Director has a duty, both individually and collectively as a board, to act in the best interests of our scheme members and to ensure that BCT's operation is being exercised with the level of care, skill, diligence, and prudence that is reasonably expected of a prudent person acting in similar capacity and familiar with the operation of the relevant services.
5. The Board is ultimately responsible for, besides its business operations and performances, ensuring that BCT complies with the relevant statutory and regulatory requirements. The duties of the Board and its committees are set out in their respective terms of reference.
6. The membership of the Board includes two Independent Non-executive Directors ("INEDs"), and at least one of them attends most of the Board Committee meetings. Board composition and desirable attributes of the Board membership (for respectively a director and an INED) are set out in the Governance Framework.
7. The Board meets at least 4 times a year where matters reported to it cover business, finance, risks/internal audit, legal/compliance and market developments.
8. With the assistance of a number of Board Committees (including the Investment Committee, Audit Committee, Risk Committee and Human Resources Committee), the Board discharges its responsibilities for the different aspects of the affairs of BCT by, among others

In terms of overall operation

- overseeing the implementation of business plans and policies of BCT, and the review and monitoring of business, operation, and controls.

In terms of investment

- monitoring the overall performance of the retirement schemes and investment funds under BCT's trusteeship including (a) the setting of investment related policies, (b) providing comments and/or making decisions on resolution of issues relating to investment policies and

scheme/fund management and administration, fund establishment/removal and investment manager monitoring/appointment/replacement.

In terms of internal control, compliance, and audit

- overseeing the (a) effective implementation of system of internal control, financial reporting, controls and regulatory compliance, (b) review and monitoring of the audit process according to applicable standards and compliance with all relevant legislation, codes and guidelines and (c) review of the effectiveness of the internal audit function and approval of audit plans.

In terms of risk management

- reviewing and approving the overall risk tolerance, risk appetite and risk management strategy of BCT; and overseeing risk management strategy implementation, risk culture, risk experience and the adequacy and effectiveness of overall risk management framework.

In terms of human resources

- monitoring the human resources policies and the design and operation of remuneration system as well as ensuring compliance with employment legislation, codes and regulations, and maintaining leadership pipeline for the organization (Learning & Development of Human Resources Department (“HRD”) also arranging training and maintaining training schedules for staff)

9. The Managing Director & CEO is appointed by the Board. The responsibilities of the Managing Director & CEO, who is also a member of the Board, include:

- representing the Board in managing BCT and setting and implementing BCT’s objectives and strategic functions/directions;
- providing all the information necessary for the Board to monitor the performance of management; and
- establishing and maintaining frameworks for respectively proper internal controls, risk management and legal and regulatory compliance.

Management and Reporting Lines

10. Management and staff at all levels participate in the discharge of BCT’s duties and the upholding of its core values by carrying out, on a day-to-day basis, their respective roles and responsibilities according to, among others:

- Policies, processes and procedures at corporate and departmental levels
- Employee Staff Handbook (including the Code of Conduct)
- Deliberations at meetings of management committees (including the Fiduciary Oversight Review Committee which conducts reviews and gives recommendations where appropriate on various key functions carried out by different departments, to facilitate BCT’s proper discharge of its fiduciary and statutory duties as trustee)

11. Management is responsible for providing the Board and the Board Committees with adequate and timely information to enable Directors to make an informed decision on matters placed before them, for example,

- Internal Audit Department (“IAD”) reports directly to the Audit Committee while administratively to the Managing Director & CEO. It also, where appropriate, submit to the Board reports on matters pertaining to audit.
- Legal & Compliance Department (“LCD”), which reports to the Managing Director & CEO, also provides regular reports to the Board on legal/ compliance matters and has direct access to the Directors where appropriate (such as when LCD directly reports significant events to the Board within stipulated timeline). It also submits regular reports to the Board on complaints, passive breaches and other compliance matters.

- Risk Management Department (“RMD”), which reports to the Managing Director & CEO, also provides regular reports to Risk Committee and the Board on risk management matters and has direct access to the Directors where appropriate.
- HRD, which reports to the Managing Director & CEO, also provides regular reports to the Human Resources Committee on key human resources matters.
- Investment Analysis & Product Department, which is responsible for day-to-day investment performance monitoring, summarizes the outcomes of such monitoring (including those relating to the use of watchlist mechanism, if applicable), and report the same to the Investment Committee.

Section 2: Assessment Areas

Value-for-money Assessment

1. BCT aims to deliver value-for-money MPF products and services to our scheme members, and the delivery of value-for-money for scheme members is assessed through the design and adoption of scheme/service features which are conducive to delivering:
 - competitive fund performance
 - competitive fee structure and expenditure controls
 - competitive service levels and quality, including provision of e-solutions
 - suitable scheme structure, including fund range
 - capable investment managers

Where “Competitiveness” here is generally determined by measuring against what is generally regarded as the “average” offered or achieved by peers in the market.

In terms of competitive fund performance

- Fund performance is monitored in accordance with prescribed schedules, with performance reports prepared for quarterly Investment Committee meetings.
- Underperforming funds (against benchmarks/appropriate peer group) will be highlighted and drawn to the attention of Scheme sponsor.
- Investment manager will also be requested to answer questions related to their fund performance (particularly those raised by the MPFA).

In terms of competitive fee structure and expenditure controls

- Management review process is in place to ensure that the fee structure remains competitive against market peers.
- Regular reviews of fee structure of the Scheme is conducted, by way of monitoring fund expense ratios (“FERs”), so that if they are higher than the weighted average FER of the entire market, appropriate follow up actions will be taken. FERs of constituent funds (save for (i) those of DIS funds which already have fee-capped arrangement and (ii) funds that are classified as “Low Fee Funds”) are also compared to the industry average.

In terms of competitive service level and quality, (including provision of e-solutions)

- Regular reviews of service level reports is conducted. Service level and quality are monitored by comparing the service standards with peers at the MPFA’s Trustee Service Comparative Platform.
- All client comments and feedbacks are reported to and centralized at a designated team, which categorizes comments / feedback and a summary report is prepared for Management review.
- Regular reviews of the effectiveness of the digital take-up programs, and, in consultation with the scheme sponsor, seek to enhance support services according to review results.

In terms of suitable scheme structure, including fund ranges

- Regular reviews of the diversity of the fund ranges to meet the needs of scheme members with different outcome expectations and risk appetites in the accumulation and post-retirement phases.
- Addition and removal of investment fund products in the MPF market are monitored regularly together with Scheme sponsor.
- Investment policies and objectives of constituent funds are regularly reviewed together with Scheme sponsor.

In terms of capable investment manager

- Regular review of investment manager is based upon reputation; track record; credit worthiness; experiences; expertise; effectiveness and professionalism in carrying out its responsibilities; financial standing; service standards; reasonableness of its fees and the other charges, eligibility to act as investment manager for MPF schemes / funds and the comprehensiveness of responses in due diligence reviews on an annual basis.
- If weak performance were to persist and/or there was any eligibility issue, it will be escalated to the Scheme sponsor for consideration of any investment structure and/or strategy changes.

2. As regards issues regarding conflict of interest, our policy is that the protection of interest of members and the proper discharge of trustee fiduciary duties should have priority over other obligations, rights and/or considerations, and in line with such policy:

- There is a clear separation of the trustee role from the sponsor role so that the responsibilities for respectively trustee obligations/ rights/ considerations and sponsor obligations/ rights/ considerations are taken up by different departments.
- All staff are required to strictly observe the BCT's Code of Conduct and they have a clear understanding (acquired through induction programmes and on-going training).
- Conflict of Interest Policy and Whistle-blowing Policy are also in place, and issues relating to business ethics, conflict of interest and other violations (if any) will be investigated by IAD.

Sustainable Investing Strategy and Implementation Progress

3. BCT considers that environmental, social and governance (ESG) factors, including climate change, can have a financially material impact on the investment risk and return outcomes of the MPF scheme. It is therefore in members' best interests that ESG factors are taken into account in the investment and risk management processes, and ensuring that such factors are properly taken into account which constitutes the focus of the ESG integration strategy for the Scheme.

4. A key element to implementing the ESG integration strategy for the Scheme is to ensure that the investment manager of the CFs of the Scheme and the underlying funds invested into by such CFs ("Relevant Funds") incorporate the integration of ESG factors into their investment and risk management processes in manners that align with the Scheme's ESG integration strategy. Accordingly, the following ESG approach of Invesco Hong Kong Limited (the Sponsor/Investment Manager of the Scheme) applies to the Scheme (in a manner that is consistent with MPFA ESG Guidelines).

- **Overview:** To comply with MPFA "*Principles for Adopting Sustainable Investing in the Investment and Risk Management Processes of MPF Funds*", the Constituent Funds under Invesco Strategic MPF Scheme (CFs) and the investment funds under Invesco Pooled Investment Fund (APIFs) integrate stewardship and investment, including financially material ESG issues, in a variety of ways, depending on the asset class and strategy.
- **ESG Integration:** Teams incorporating ESG into their investment process consider ESG as one input to their process, as part of the investment selection, evaluation of ideas, company dialogue and portfolio monitoring. As such, assessment of financially material ESG aspects is incorporated into the wider investment process as part of a holistic consideration of the investment risk and opportunity. The core aspects of the adopted ESG philosophy include materiality, ESG momentum and engagement. The concept of financial materiality refers to consideration of ESG issues on a risk-adjusted basis and in an economic context. Momentum refers to improving financially-material ESG issuer performance over time. Investment teams also exercise relevant rights and responsibilities as

stewards of capital, and where relevant, issuers are engaged in a constructive manner and voting decisions are casted by using Invesco' expertise in the relevant funds' best interests.

- **Stewardship:** Engagement with company management and proxy voting play a fundamental role in the efforts to help manage, bolster, and enhance the value of the relevant investments. The proxy voting process focuses on protecting clients' rights and promoting governance structures and practices that reinforce the accountability of corporate management and boards of directors to shareholders. Voting decision lies with the relevant portfolio managers and analysts with input and support from the appropriate global ESG team and proxy operations functions. The approach to engagement is investment team-led, which is defined as "*where investment teams participate or approve dialogue with issuers*".
 - **ESG Data:** Having quality data on Environmental, Social and Governance (ESG) factors is regarded as critical for effective investment analysis to support stewardship efforts in the area of ESG. ESG data and analytics capabilities are continually enhanced by building out and updating relevant proprietary tools. Such tools include those for ESG research and ratings platform that provides insights on key ESG topics for corporate and sovereign issuers across a range of metrics and data points.
 - **Exceptions:** It should be noted that where a CF invests passively in one or more index-tracking collective investment fund(s) (ITCIS) which do/ does not adopt ESG integration, and the investment manager of which cannot use ESG factors in the stock selection process, ESG integration would be minimal or limited.
5. The ESG integration strategy for the Scheme is monitored by way of BCT's regular investment manager due diligence exercises/site visits and the directors of the Board of BCT participate in the monitoring of the progress of its implementation through routine ESG briefings presented by members of senior management (including the RMD Director at Board meetings and Board Committee (namely Investment Committee and Risk Committee) meetings). BCT will continue to share views and comments to Invesco regarding regulatory requirements in connection with the implementation of that strategy.

Section 3 - Summary of Actions Taken

Products and Services

1. A web-based on-line portal with comprehensive functions (such as account enquiries (including guarantee balance (if applicable)) and fund switching) is offered to scheme members to facilitate their administration of MPF accounts efficiently and effectively. Over the years, both the trustee and sponsor strived to explore additional e-solutions to help foster in scheme members a habit of using e-tools and managing their MPF accounts regularly, electronic annual benefits statements have been made available to scheme members as a result.
2. With a view to providing more index fund options to scheme members and also direct access to U.S. equity market (through a single country fund), the two passively managed constituent funds below were added to the Scheme on 9 June 2023. This type of passively managed constituent funds is generally charging lower fees compared to actively managed constituent funds.
 - Invesco Global Index Tracking Fund
 - Invesco US Index Tracking Fund
3. Regulatory approval was obtained on 16 September 2022 to reflect the reduction in the aggregate management fees at both the constituent fund level and the underlying ITCIS level for the Invesco Hang Seng Index Tracking Fund, as a result of reduction in each of the management fee and trustee fee of the underlying ITCIS (namely Tracker Fund of Hong Kong) from “up to 0.05%” to “up to 0.045%” with effect from 19 September 2022.
4. We conducted a review of “scheme-level” and “CF-level” FERs, based on available data as of 30 April 2023 (Sources: MPFA’s website). The scheme-level FER (as per the said sources and, as such, as based on 2021/2022 CF-level FERs), was lower than the industry average of 1.33%. Except for Invesco Global Bond Fund, the CF-level 2021/2022 FERs are considered in line with peers under the respective fund types. We will continue to monitor the situations by taking into account the possible fee impact after eMPF on boarding.
5. We continue to review fund performance based on our monitoring mechanism and by way of making requests to the investment manager to take measures to address their performance. The investment strategies provided by the investment manager so far were generally considered appropriate for improving/enhancing fund performance.
6. Please refer to section headed “Trustee Commentary” in the Scheme’s Annual Consolidated Report for the year ended 31 March 2023 for the analysis of investment returns of individual CFs under the Scheme against benchmark or performance target and specific action to address the underperformance where applicable.

Statement on Approval of Scheme’s Governance Report

The Scheme’s Governance Report was endorsed by the Board on 28 September 2023