

宏利香港系列（「本系列」）—
宏利 **STARS** 收益及增長基金*（「本基金」）

* **STARS** 是「Strategic and Tactical Asset Rebalancing Strategy」（策略性及戰略性資產重設比重策略）中各個英文大寫字母的縮寫

管理人：宏利投資管理（香港）有限公司

2020 年 6 月

- 本概要為閣下提供有關本基金的重要資料。
- 本概要是銷售文件的一部分，並須與本系列售股章程（經不時修訂及補充）一併閱讀。
- 閣下不應單憑本概要而投資於本基金。

資料概覽

管理人：	宏利投資管理（香港）有限公司
受託人：	中銀國際英國保誠信託有限公司
交易次數：	每日
基礎貨幣：	美元
分派政策：	AA（美元）累積類別 不會作出分派。 AA（美元）收益類別／AA（港元）收益類別／AA（人民幣）對沖收益類別 現時按月分派，須按管理人酌情決定。本基金可從資本支付或實際上從本基金資本支付分派。任何該等分派或會導致本基金的每單位資產淨值即時減少。
全年經常性開支比率 [#] ：	AA（美元）收益類別：2.65% AA（港元）收益類別：2.65% AA（人民幣）對沖收益類別：2.65% AA（美元）累積類別：2.65%
本基金財政年度終結日：	6 月 30 日
最低初始認購額 ^{*▲} ：	AA（美元）收益類別：2,500 美元 AA（港元）收益類別：20,000 港元 AA（人民幣）對沖收益類別：人民幣 20,000 元 AA（美元）累積類別：2,500 美元
最低持有額 ^{*▲} ：	與上文最低初始認購額所列數額相同
最低其後認購額 ^{*▲} ：	AA（美元）收益類別：125 美元 AA（港元）收益類別：1,000 港元 AA（人民幣）對沖收益類別：人民幣 1,000 元 AA（美元）累積類別：125 美元
最低贖回額 ^{*▲} ：	與上文最低其後認購額所列數額相同

[#] 由於本基金新成立，經常性開支比率僅為估計數字。其代表可向本基金有關類別收取的估計經常性開支的總和，以本基金有關類別的估計平均資產淨值的百分比表達。實際數字可能因本基金的實際運作而有所不同，且此數字每年均可能有所變動。

* 或可能由管理人全權酌情決定的其他款額

▲ 或任何其他主要貨幣（即美元、英鎊、瑞士法郎、歐元、日圓、港元、加元、澳元或新加坡元）的等值

本基金是什麼產品？

- 本基金為宏利香港系列的附屬基金，而宏利香港系列乃按照日期為 2015 年 7 月 3 日的信託契約並根據香港法例而成立的開放式傘子單位信託。

投資目標及政策

目標

本基金的投資目標乃提供中長期收益及潛在資本增值。

管理人的投資過程涉及按照管理人對資本市場的觀點而物色一系列的資產類別、為投資領域中各個資產類別挑選相關集體投資計劃（「**集體投資計劃**」），以及通過配置到相關集體投資計劃構建一個投資組合。

策略性資產配置乃因應常設資本市場的前景，基於相關投資之優化投資效果，以實現本基金的投資目標。根據管理人對資產類別回報及其相互作用的預期，此等配置將隨時間而有所改變。基於宏觀環境、市場氣氛、基本因素及技術指標等因素，本基金不時採用策略性資產配置對投資組合的配置進行動態調整，以管理風險調整後的回報。

本基金名稱中「**STARS**」的提述並不代表本基金的表現或回報。

政策

本基金旨在透過主要投資於獲證監會認可的集體投資計劃及／或合資格交易所買賣基金（定義見售股章程）的投資組合（即佔本基金資產淨值最少 **70%**），以達致其目標。本基金目前不擬將其資產淨值 **30%** 以上投資於每個獲證監會認可的集體投資計劃及不會將其資產淨值 **10%** 以上投資於每個合資格交易所買賣基金。倘本基金將其資產淨值 **30%** 以上投資於任何單一的相關集體投資計劃，管理人將確保該相關集體投資計劃乃獲證監會認可，而該相關集體投資計劃的名稱及主要投資資料已在銷售文件中披露。本基金目前不擬投資於未獲證監會認可的集體投資計劃，但可投資於可能已獲或可能未獲證監會認可的合資格交易所買賣基金。

本基金所投資的此等集體投資計劃及／或合資格交易所買賣基金可能由管理人及／或其聯屬公司或其他第三方投資管理人所管理。倘集體投資計劃或合資格交易所買賣基金乃由管理人及／或其聯屬公司所管理，管理費將不會在相關集體投資計劃或合資格交易所買賣基金的層面收取，而只會在本基金的層面收取。倘集體投資計劃或合資格交易所買賣基金乃由管理人及／或其聯屬公司所管理，本基金所投資的集體投資計劃或合資格交易所買賣基金的所有初始收費及贖回費將獲豁免。

除現金、現金等價物及金融衍生工具（例如：期貨、期權及遠期合約）外，本基金不會有直接投資。本基金只可為對沖目的，但不會為投資目的而直接投資於金融衍生工具。

本基金可透過其所持有的相關集體投資計劃及／或合資格交易所買賣基金，投資於股票及股票相關證券，包括（但不限於）公開買賣的普通股及優先股、美國預託證券、環球預託證券、供股及私人配售。

本基金亦可透過其所持有的相關集體投資計劃及／或合資格交易所買賣基金，投資於獲穆迪投資者服務、標準普爾或惠譽三間國際信貸評級機構其中一間給予投資級別的債務證券，以及未必屬投資級別或未經上述國際信貸評級機構評級的債務證券；及在非投資級別或未評級的債務證券的總投資參與可以是本基金資產淨值的 **30%** 或以上。 本基金亦可透過相關集體投資計劃及／或合資格交易所買賣基金，投資於債務證券包括（但不限於）長期債券、中期票據、票據、可換股債券、後償債券、存款證及商業票據。 本基金不會直接投資於具有吸收虧損特點的債務工具（「**具有吸收虧損特點的債務工具**」）（例如：或然可換股債務證券（「**CoCos**」）及高級非優先債務），但相關集體投資計劃及／或合資格交易所買賣基金可能投資參與具有吸收虧損特點的債務工具。然而，管理人預期本基金通過投資於相關集體投資計劃及／或合資格交易所買賣基金而對具有吸收虧損特點的債務工具的投資參與並不重大。相關集體投資計劃及／或合資格交易所買賣基金所持有的債務證券可由政府、政府機構、半政府組織、金融機構、投資信託及房地產信託、跨國組織及其他企業發行或擔保，惟管理人預期本基金通過投資於相關集體投資計劃及／或合資格交易所買賣基金而對由單一主權發行人（包括其政府、公共或地區主管當局）發行及／或擔保

的低於投資級別的債務證券之投資參與並不重大。

參考資產配置

以下為本基金按預期由本基金持有的相關集體投資計劃及／或合資格交易所買賣基金所投資的資產類別作出的參考資產配置。

資產類別	佔本基金資產淨值參考百分比
股票及股票相關證券	30-65%
債務證券	35-70%
現金、現金等價物及貨幣市場票據	0-30% (如下文所披露, 在極端市況下最多為 100%)

按照本基金的投資策略, 本基金可投資多種資產類別, 並根據管理人對各種因素 (可包括但不限於經濟前景、資產類別估值、市場氣氛及資產價格走勢) 的持續評估而配置投資。本基金 (透過其在相關集體投資計劃及／或合資格交易所買賣基金的投資) 並無指定地區、行業界別或市值限額, 且對若干市場 (包括新興市場)、地區、界別及／或行業, 或小型及中型公司股票的投资參與可能不時為本基金資產淨值的 30% 或以上。

本基金的相關集體投資計劃及／或合資格交易所買賣基金或相關投資的計價貨幣並無限制, 並可能對人民幣計價資產 (包括「點心」債券) 有重大投資參與。

本基金亦可將其最多達 30% 的資產淨值投資於現金及現金等價物作風險控制目的、結算投資交易及應付贖回要求。務須注意, 管理人在其認為出現極端市況 (例如: 經濟大幅下滑或政局動盪) 或適用法律或監管規定或政策的變動足以成為作出有關暫時調整的理由時, 可將現金及現金等價物的配置提高至超過本基金資產淨值的 30% (及最多達 100%)。所持有現金的款額視乎本基金的流動性及投資需要而定。預期資產類別的配置搭配組合將根據管理人的酌情決定權及當時市況而不時變更。

本基金可能會不時通過其在相關集體投資計劃及／或合資格交易所買賣基金的投資而間接投資參與資產抵押證券 (包括按揭證券及資產抵押商業票據)。儘管本基金對資產抵押證券的投資參與並無規定的限額, 惟管理人預期本基金通過其在相關集體投資計劃及／或合資格交易所買賣基金的投資而對資產抵押證券的投資參與並不重大。

本基金所持有的相關集體投資計劃及／或合資格交易所買賣基金可為投資目的而運用金融衍生工具。然而, 本基金不擬投資於任何獲證監會認可的相關集體投資計劃, 其衍生工具風險承擔淨額可能高於該相關基金資產淨值的 50% 以上。

本基金不會直接投資於任何結構性存款或結構性產品。然而, 本基金可能不時通過其在相關集體投資計劃及／或合資格交易所買賣基金的投資而間接投資參與結構性存款或結構性產品。儘管本基金對結構性存款或結構性產品的投資參與並無規定的限額, 惟管理人預期本基金通過其在相關集體投資計劃及／或合資格交易所買賣基金的投資而對結構性存款或結構性產品的投資參與並不重大。

使用衍生工具／投資於衍生工具

本基金的衍生工具風險承擔淨額最高可達本基金資產淨值的 50%。

本基金有哪些主要風險？

投資涉及風險。請參閱售股章程, 以了解風險因素等資料。

1. 一般投資風險

- 概不保證本金獲得償付。本基金所投資工具的價值可能下跌, 因此閣下對本基金的投資或會蒙受虧

損。

2. 投資於其他基金的風險

- 本基金為一基金中之基金，將承擔與相關基金有關的風險。本基金對相關基金的投資並無控制權。
- 若本基金投資於相關基金，須涉及額外費用，包括此等相關基金的服務機構所收取的費用及開支，以及於其贖回此等相關基金時應付的費用。概不保證 1) 相關基金的流動性將時刻足以應付當時所作出的贖回要求；及 2) 將會成功達致相關基金的投資目標及策略，即使管理人有進行盡職調查程序且相關基金乃經過挑選和受監管。此等因素均可能對本基金及其投資者造成不利影響。

3. 有關投資於交易所買賣基金（「ETF」）的風險

- 相關 ETF 可能以被動形式管理，而有關 ETF 的管理人將無酌情權針對市場變化作出調適。有關 ETF 的相關指數下跌預期將導致有關 ETF 及本基金的價值相應地下跌。
- 相關 ETF 或須承受追蹤誤差風險，即其表現未必確切地追蹤有關指數表現的風險。
- 在若干情況下，例如在指數不可再作為基準時，相關 ETF 可被提前終止。當 ETF 被終止時，本基金可能無法收回其投資，並可能蒙受虧損。

4. 新興市場風險

- 本基金或會涉足新興市場，該等市場或會牽涉較高風險及投資於較成熟市場通常不會牽涉的特別考慮因素（例如：流動性風險、貨幣風險／管制、政治及經濟不明朗因素、法律及稅務風險、結算風險、託管風險及可能有較高波幅）。

5. 有關 STARS 的風險

- 本基金通過運用 STARS，旨在透過投資於多種資產類別（主要為透過相關基金）以達致其投資目標，預期資產類別的配置搭配組合根據管理人的酌情決定權及當時市況而不時變更。概不保證投資目標將會達致。預期本基金的投資將定期重設比重。若市場風險水平在短期間內顯著改變，相關投資配搭的更改或會更為頻密，以致本基金應支付的營運開支有所提高。因此，本基金所招致的交易成本可能會較具穩定配置策略的基金為高，而本基金的資產淨值或會蒙受不利影響。

6. 有關股票的風險

市場風險

本基金透過相關基金投資股本證券的價值可能會受到各項不明朗因素影響，例如：投資情緒、國際、政治及經濟發展或政府政策變動。在股市下跌期間，波動可能加劇。在該等情況下，市場價格可能不可預測，並因而可能會對本基金的資產淨值構成不利影響，而其投資者可能蒙受重大虧損。

與小型及中型公司有關的風險

本基金或會涉足小型及／或中型公司的證券。投資於該等證券或會令本基金承受多種風險，例如與較大型公司相比普遍有較大的市場價格波動、較少公開可得資料、流動性較低，以及較易受經濟周期波動所影響。一般而言，與較大型公司相比，其價格較易受到不利經濟發展影響而出現波動。

7. 有關債務證券的風險

信貸風險

本基金須承受相關基金可能投資的債務證券的發行機構的信貸／無力償債風險。

信貸評級風險

評級機構給予的信貸評級存在局限，亦不保證證券及／或發行機構一直維持其信用可靠程度。

- **信貸評級下調風險**

投資級別債務證券或會承受評級被下調至低於投資級別債務證券的風險。同樣地，具投資級別評級的發行機構的評級可能會被下調。一般情況下，若證券或與債務證券有關的發行機構的信貸評級遭下調，本基金透過有關相關基金於該債務證券的投資價值可能蒙受不利影響。相關基金可能或未必出售被降級的債務證券。

- **低於投資級別及未獲評級證券的風險**

本基金所持有的相關基金可能投資於低於投資級別或未獲評級的債務證券。該等證券一般會被視為具有比獲較高評級而收益較低的證券為高的交易對手風險、信貸風險及流動性風險，並可能須承受較大的價值波動，違約機會亦會較高。若證券發行機構違約，或該等證券未能變現或表現欠佳，投資者可能蒙受重大損失。

- **利率風險**

一般而言，當利率下跌時，債務證券的價格將會上升；而當利率上升時，債務證券的價格則會下跌。若相關基金所持債務證券價值下降，本基金的價值亦將受到不利影響。

- **估值風險**

相關基金投資的估值可能涉及不明朗因素及判斷性決定，且未必可一直取得獨立定價資料。若該等估值有欠準確，相關基金的資產淨值（及因而本基金的資產淨值）或會受到不利影響。

- **主權債務風險**

本基金透過相關基金涉足由政府發行或擔保的證券或會涉及政治、社會及經濟風險。在不利形勢下，主權發行機構未必能夠或願意償還到期本金及／或利息，或可能要求相關基金參與重組該等債務。若主權債務發行機構拖欠債務，本基金或會蒙受重大損失。

- **與證券化債務工具相關的風險**

本基金可透過在相關基金的投資而投資參與流動性非常低及價格偏向大幅波動的資產抵押證券（包括按揭證券及資產抵押商業票據）。與其他常規債券或債務證券相比，此等債務工具可能面臨較大的信貸、流動性及利率風險，可能面臨延期及提前還款風險，以及未能履行相關資產的付款責任的風險，均可對出售持倉的能力或證券的回報產生不利影響。本基金的資產淨值或會蒙受不利影響。

8. 有關可換股債券的風險

- 本基金所持有的相關基金可投資於可換股債券。可換股債券乃債券與股票的混合體，容許持有人於未來某個指定日期將其轉換為發行債券的公司的股份或股票。因此，與純粹債券投資相比，可換股債券將會受到股票走勢影響，波動亦較大。可換股債券投資須承擔與相若純粹債券投資所附帶者相同的利率風險、信貸風險、流動性風險及提前還款風險。

9. 與投資於具吸收虧損特點的債務工具相關的風險

- 與傳統債務工具相比，具有吸收虧損特點的債務工具在發生預先界定的觸發事件（例如：當發行機構接近或處於無法繼續經營的狀態或當發行機構的資本比率降至指定水平）時，須承受更大風險，因為該等工具通常須承受減記或轉換為普通股的風險，而該等事件很可能不在發行機構的控制範圍之內。有關觸發事件性質複雜並難以預測，可能導致該等工具大幅或完全減值。
- 在觸發事件啟動的情況下，整個資產類別可能有潛在的價格蔓延及波動。具有吸收虧損特點的債務工具亦可能面臨流動性、估值及界別集中風險。
- 具有吸收虧損特點的債務工具的其中一個例子是 CoCos，CoCos 非常複雜，風險亦高。發生觸發事件後，CoCos 可能會被轉換為發行機構的股份（可能以折讓價轉換），或可能須永久減記至零。CoCos 的票息付款由發行機構酌情決定，並可能隨時基於任何理由在任何時間被取消達任何一段時間。

- 本基金所持有的相關基金可投資於高級非優先債務。儘管此等工具的級別一般比後償債券較高，但在發生觸發事件後，其可能須被減記，且將不再在發行機構的債權人償還次序等級體系之下。這可能導致所投資的本金全損。

10. 流動性風險

- 相關基金所投資的某些市場可能流動性較低而且波動較大。某些證券或會難以或不能出售，此項因素會影響相關基金按該等證券的內在價值買入或出售該等證券的能力。因此，這可能影響相關基金的價值及因而對本基金及其投資者造成不利影響。

11. 集中風險

- 儘管將本基金 30% 或以上的資產淨值投資於任何特定市場、地區、界別及／或行業並非管理人的預定策略，但本基金有可能不時將 30% 或以上的資產淨值投資參與某個特定市場、地區、界別及／或行業。在該等情況下，由於本基金在本基金所投資的相關國家／地區／界別／資產類別較易受因不利情況，例如：經濟、政治、政策、外匯、流動性、稅務、法律或監管事件所致的價值波動影響，故本基金或會承受較高集中風險，而本基金的每單位資產淨值的波動程度可能會高於更多元化的投資組合。

12. 貨幣及外匯風險

- 本基金可發行以本基金基礎貨幣以外的貨幣計價的類別。此外，本基金可投資於並非以其基礎貨幣或有關類別計價貨幣計價的相關基金及／或其任何類別。本基金的資產淨值或會因此等貨幣之間的匯率波動及匯率管制變動而蒙受不利影響。

13. 與涉及人民幣投資相關的風險

• 人民幣貨幣及兌換風險

目前人民幣並非可自由兌換貨幣，須受外匯管制及限制約束。

非人民幣本位投資者須承擔外匯風險，亦不保證人民幣的價值兌投資者的基礎貨幣（例如：港元）不會下降。人民幣一旦貶值，有可能對投資者於本基金的投資的價值構成不利影響。

離岸人民幣（「CNH」）與境內人民幣（「CNY」）雖屬同一種貨幣，但買賣匯率卻有所不同。CNH 與 CNY 若表現分歧，可能會對投資者構成不利影響。

在特殊情況下，基於適用於人民幣的外匯管制及限制，有關人民幣類別的贖回要求付款及／或人民幣分派（如有）或會受到阻延。

• 「點心債券」（即在中國內地境外發行但以人民幣計價的債券）市場風險

「點心債券」市場的規模仍相對細小，較易受到波動性及流動性不足影響。若當局頒布任何新規則、令發行機構以發債方式籌集人民幣的能力受到局限或限制及／或有關監管機構撤銷或暫停開放離岸人民幣（CNH）市場，「點心債券」市場的運作及新發行有可能受到干擾，導致本基金的資產淨值下跌。

14. 人民幣類別相關風險

- 本基金將會採用 CNH 匯率來計算人民幣計價類別的價值。CNH 匯率與 CNY 匯率相比可能存在溢價或折讓，並可能會存在重大買賣差價。按此計算的人民幣計價類別價值將會受波動影響。
- 非人民幣本位（例如：香港）投資者在投資人民幣計價類別時，或須將港元或其他貨幣兌換為人民幣。投資者其後亦可能須將人民幣贖回所得款項（出售單位時收取者）及所收取的人民幣分派（如有）兌換回港元或其他貨幣。在收取人民幣贖回所得款項及／或人民幣分派（如有）時，投資者在此等過程中將會產生貨幣兌換費用，若人民幣兌港元或該等其他貨幣貶值，或會蒙受虧損。

- 就人民幣計價對沖類別而言，投資者須承擔附帶的對沖費用，款額可能不少，視乎當時市況而定。為對沖而運用的工具的交易對手一旦違約，人民幣計價對沖類別投資者或須承受未對沖的人民幣貨幣匯兌風險，屆時投資者仍有可能如前段所概述承擔以未對沖方式投資於人民幣計價類別的風險。並不保證對沖策略將會奏效。另外，對沖將局限人民幣計價對沖類別受惠於基礎貨幣兌人民幣升值時帶來的任何潛在收益。
- 再者，倘若出現人民幣兌相關投資的貨幣及／或本基金基礎貨幣（即美元）升值而相關投資的價值下跌的局面，則投資者所持人民幣計價類別的投資（任何對沖或未對沖）價值或會蒙受額外虧損。

15. 衍生工具及結構性產品風險

- 與金融衍生工具相關的風險包括交易對手／信貸風險、流動性風險、估值風險、波動性風險及場外交易風險。金融衍生工具的槓桿元素／成份可能導致損失顯著高於本基金投資於金融衍生工具的金額。投資參與金融衍生工具可能導致本基金面臨重大損失的高風險。
- 若此等工具並無交投活躍的市場，結構性存款或結構性產品的投資可能缺乏流動性。該等工具性質複雜，並存在錯誤定價或估值不當的風險，可能導致須向交易對手支付較高款額或初始投資的價值蒙受損失。此等工具亦將須承受發行機構或交易對手無力償債或違約的風險。

16. 分派風險

- 如屬 AA（美元）收益類別、AA（港元）收益類別及 AA（人民幣）對沖收益類別單位，投資者應注意，從資本中支付及／或實際上從資本支付分派，相等於退回或提取投資者原先投資的款額或該原先投資所得資本增值的一部分。分派將導致有關單位的每單位資產淨值即時下降。
- AA（人民幣）對沖收益類別單位的分派款額和資產淨值或會因為該類別單位的計價貨幣與本基金基礎貨幣之間息差而蒙受不利影響，導致從資本撥付的分派款額有所增加，資本侵蝕程度因而會較其他非對沖單位類別嚴重。

本基金表現如何？

本基金新設立時間不足一個完整曆年，因而未有足夠數據可為投資者提供有用的過往表現指標。

本基金有否提供保證？

本基金沒有任何保證。閣下未必能全數取回所投資的款項。

投資本基金涉及哪些費用及收費？

閣下或須繳付的收費

閣下買賣本基金的單位時或須繳付以下費用。

費用	閣下應支付比率
初始收費（佔首次發售價或每單位資產淨值百分比）	最多 5%*
轉換費（佔所轉換單位的每單位資產淨值百分比）	最多 1%
贖回費（佔每單位資產淨值百分比）	無

本基金須持續支付的費用

下列收費將從本基金扣除，閣下的投資回報將會因而減少。

	年率（每年佔資產淨值百分比）
管理費	1.20%*
受託人費用	最多 0.50%，每項基金最低月費 3,000 美元（本基金推出首個年度豁免收費）
託管人費用	最多 0.08%#
表現費	不適用
行政管理費	不適用
其他費用	
閣下買賣本基金任何單位時或須繳付其他費用。	
其他資料	
<ul style="list-style-type: none"> 就 AA（美元）收益類別／AA（港元）收益類別／AA（人民幣）對沖收益類別而言，過去 12 個月分派的組合成份（即從可分派收入淨額及資本支付的分派的百分比）可向管理人索取，亦載於管理人的網站 http://www.manulifefunds.com.hk（此網站並未經證監會審閱）。 閣下認購或贖回一般可按管理人或分銷商在有關交易日（一般為每個營業日）下午 4 時正（香港時間）前收到閣下的要求後本基金的下一個釐定資產淨值認購或贖回單位。 透過中介機構提出的指令，所依循的程序可能與上文所述者有所不同。投資者在發出任何指令前應先諮詢其中介機構。 本基金在每一交易日計算每個 AA 類單位的每單位資產淨值，並於管理人的網站 http://www.manulifefunds.com.hk（此網站並未經證監會審閱）上公布。 	
重要提示	
閣下如有疑問，應徵詢專業意見。	
證監會對本概要的內容並不承擔任何責任，對其準確性或完整性亦不作出任何陳述。	

* 務須注意，本基金可在向受影響單位持有人發出最少一個月事先通知情況下，將該等費用提高至某一指定核准上限。有關詳情，請參閱售股章程附錄 B「費用及開支」一節。

託管人按不同收費率收取託管人／保管費用，視乎持有本基金資產所在市場而定，亦有權收取交易費用。

PRODUCT KEY FACTS

Manulife Hong Kong Series (the “Series”) – Manulife STARS Income and Growth Fund* (the “Fund”)

*STARS is an acronym for Strategic and Tactical Asset Rebalancing Strategy

Manager: Manulife Investment Management (Hong Kong) Limited

June 2020

- This statement provides you with key information about the Fund.
- This statement forms part of the offering document and must be read in conjunction with the Prospectus of the Series, as amended and supplemented from time to time.
- You should not invest in this product based on this statement alone.

Quick facts

Manager:	Manulife Investment Management (Hong Kong) Limited
Trustee:	BOCI-Prudential Trustee Limited
Dealing frequency:	Daily
Base Currency:	USD
Distribution policy:	<u>Class AA (USD) Acc</u> No distribution will be paid. <u>Class AA (USD) Inc / Class AA (HKD) Inc / Class AA (RMB) Inc Hedged</u> Currently on a monthly basis, subject to the Manager’s discretion. Distributions may be paid out of the capital or effectively paid out of capital of the Fund. Any such distributions may result in an immediate reduction of the net asset value (“NAV”) per unit of the Fund.
Ongoing charges over a year[#]:	Class AA (USD) Inc: 2.65% Class AA (HKD) Inc: 2.65% Class AA (RMB) Inc Hedged: 2.65% Class AA (USD) Acc: 2.65%
Financial year end of the Fund:	30 June
Minimum Initial Subscription^{*^}:	Class AA (USD) Inc: US\$2,500 Class AA (HKD) Inc: HK\$20,000 Class AA (RMB) Inc Hedged: RMB20,000 Class AA (USD) Acc: US\$2,500
Minimum Holding^{*^}:	Same as above under Minimum Initial Subscription
Minimum Subsequent Subscription^{*^}:	Class AA (USD) Inc: US\$125 Class AA (HKD) Inc: HK\$1,000 Class AA (RMB) Inc Hedged: RMB1,000 Class AA (USD) Acc: US\$125
Minimum Redemption^{*^}:	Same as above under Minimum Subsequent Subscription

[#] The ongoing charges figure is an estimate only as the Fund is newly established. It represents the sum of the estimated ongoing expenses chargeable to the relevant Class of the Fund expressed as a percentage of the estimated average NAV of the relevant Class of the Fund. The actual figure may be different upon actual operation of the Fund and the figure may vary from year to year.

^{*} or such other amount as may be determined by the Manager at its sole discretion

[^] or the equivalent in any other Major Currency being USD, Pound Sterling, Swiss Francs, Euro, Japanese Yen, HKD, Canadian Dollars, Australian Dollars or Singapore Dollars

What is this product?

- The Fund is a sub-fund of Manulife Hong Kong Series which is an open-ended umbrella unit trust established under the laws of Hong Kong by a trust deed dated 3 July 2015.

Investment Objective and Policies

Objective

The investment objective of the Fund is to provide income and potential for capital appreciation over the medium to longer term.

The Manager's investment process involves identification of a list of asset classes based on the Manager's views on the capital market, selection of underlying collective investment schemes ("CIS") for each asset class within the investment universe, and construction of a portfolio by allocation into the underlying CIS.

Strategic asset allocations are based on optimization of underlying investments given the standing capital market forward outlook to deliver the Fund's investment objectives. These allocations will vary through time according to the Manager's varying expectations of asset class returns and their interactions. Tactical asset allocations are employed from time to time to dynamically adjust the portfolio allocation in order to manage the risk-adjusted returns, based on factors such as macro, sentiment, fundamental and technical indicators.

The reference to "STARS" in the Fund's name is not indicative of the Fund's performance or returns.

Policies

The Fund aims to meet its objective by investing primarily (i.e. at least 70% of the Fund's NAV) in a portfolio of CIS which are authorized by the SFC and/or Qualified Exchange Traded Funds (as defined in the Prospectus). The Fund currently does not intend to invest more than 30% of its NAV in each SFC-authorized CIS and will not invest more than 10% of its NAV in each Qualified Exchange Traded Fund. In the event that the Fund invests more than 30% of its NAV in any single underlying CIS, the Manager will ensure that such underlying CIS is authorized by the SFC and the name and key investment information of such underlying CIS are disclosed in the offering documents. The Fund currently does not intend to invest in CIS that are not authorized by the SFC, but may invest in Qualified Exchange Traded Funds which may or may not be authorized by the SFC.

These CIS and/or Qualified Exchange Traded Funds in which the Fund invests may be managed by the Manager and/or its affiliates or other third party investment managers. Management fees will not be charged at the underlying CIS or Qualified Exchange Traded Fund level and will only be charged at the Fund level where the CIS or the Qualified Exchange Traded Fund is managed by the Manager and/ or its affiliates. All initial charges and redemption charges on the CIS or the Qualified Exchange Traded Fund in which the Fund invests will be waived where the CIS or the Qualified Exchange Traded Fund is managed by the Manager and/ or its affiliates.

The Fund will not have direct investments other than cash, cash equivalents and financial derivative instruments (such as futures, options and forwards). The Fund may directly invest in financial derivative instruments for hedging purposes only but not for investment purposes.

The Fund, through the underlying CIS and/or Qualified Exchange Traded Funds which the Fund holds, may invest in equities and equity-related securities including (but not limited to) publicly traded common and preferred stocks, American depository receipts, global depository receipts, rights issues and private placements.

The Fund, through the underlying CIS and/or Qualified Exchange Traded Funds which the Fund holds, may also invest in debt securities of investment grade as assigned by one of the three international credit rating agencies, Moody's Investors Service, Standard & Poor's or Fitch as well as debt securities which may not be of investment grade or are not rated by the aforementioned international credit rating agencies; and aggregate exposure to non-investment grade or unrated debt securities may be 30% or more of the Fund's NAV. The Fund, through the underlying CIS and/or Qualified Exchange Traded Funds, may also invest in debt securities including (but not limited to) long term bonds, medium term notes, bills, convertible bonds, subordinated debt, certificate of deposits and commercial papers. The Fund will not invest directly in debt instruments with loss-absorption features ("LAP") (such as contingent convertible debt securities ("CoCos") and senior non-preferred debts), but the underlying CIS and/or Qualified Exchange Traded Funds may have exposure to LAP. However, the Manager does not expect the Fund's exposure to LAP through its investment in the underlying CIS and/or Qualified Exchange Traded Funds to be substantial. Debt securities held by underlying CIS and/or Qualified Exchange Traded Funds may be issued or guaranteed by government, government agencies, quasi-government organisations, financial institutions, investment trust and property trust, multi-national organisations and other corporations, but the Manager does not expect the Fund's exposure to debt securities issued and/or guaranteed by a single sovereign issuer (including its government, public or local authority) which is below investment grade through its investment in the underlying CIS and/or

Qualified Exchange Traded Funds to be substantial.

Indicative asset allocation

The following is an indicative asset allocation of the Fund based on asset class(es) expected to be invested by the underlying CIS and/or Qualified Exchange Traded Funds held by the Fund:

<u>Asset class</u>	<u>Indicative percentage of the Fund's NAV</u>
Equities and equity-related securities	30-65%
Debt securities	35-70%
Cash, cash equivalents and money market instruments	0-30% (up to 100% in extreme market conditions as disclosed below)

Based on the Fund's investment strategy it may invest across multiple asset classes and allocate investments in accordance with the Manager's ongoing assessment of factors that may include, but not be limited to, economic outlook, valuations of asset classes, market sentiment and asset price trends. The Fund (through its investment in underlying CIS and/or Qualified Exchange Traded Funds) has no prescribed geographical, industry sector or market capitalization limits, and it is possible that exposure to certain markets (including emerging markets), region, sector and/or industry, or the stocks of small- and mid-capped companies may be 30% or more of the Fund's NAV from time to time.

The Fund is not restricted in terms of the currency of denomination of the underlying CIS and/or Qualified Exchange Traded Funds or the underlying investments, and may have significant exposure to RMB-denominated assets (including "Dim Sum" bonds).

The Fund may also invest up to 30% of its NAV in cash and cash equivalents for risk control purposes, settlement of investment transactions and to meet redemption requests. It should be noted that the Manager may adjust the allocation to cash and cash equivalents to beyond 30% (and up to 100%) of the Fund's NAV should, in its opinion, extreme market conditions such as significant economic downturn or political turmoil or changes in applicable legal or regulatory requirements or policies may warrant such temporary adjustment. The amount of cash held depends on the Fund's liquidity and investment needs. The allocation mix of asset classes is expected to vary from time to time according to the Manager's discretion and prevailing market conditions.

The Fund may have indirect exposure to asset backed securities (including mortgage backed securities and asset backed commercial papers) through its investment in the underlying CIS and/or Qualified Exchange Traded Funds from time to time. While the Fund has no prescribed limit on the exposure to asset backed securities, the Manager does not expect the Fund's exposure to asset backed securities through its investment in the underlying CIS and/or Qualified Exchange Traded Funds to be substantial.

The underlying CIS and/or Qualified Exchange Traded Fund which the Fund holds may use financial derivative instruments for investment purposes. However, the Fund does not intend to invest in any underlying CIS authorized by the SFC the net derivative exposure of which may be more than 50% of such underlying fund's NAV.

The Fund will not invest directly in any structured deposits or structured products. However, the Fund may have indirect exposure to structured deposits or structured products through its investment in the underlying CIS and/or Qualified Exchange Traded Funds from time to time. While the Fund has no prescribed limit on the exposure to structured deposits or structured products, the Manager does not expect the Fund's exposure to structured deposits or structured products through its investment in the underlying CIS and/or Qualified Exchange Traded Funds to be substantial.

Use of derivatives / investment in derivatives

The Fund's net derivative exposure may be up to 50% of the Fund's NAV.

What are the key risks?

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

1. General investment risk

- There is no guarantee of the repayment of principal. The instruments invested by the Fund may fall in value and therefore your investment in the Fund may suffer losses.

2. Risks of investing in other funds

- The Fund is a fund of funds and will be subject to the risks associated with the underlying funds. The Fund does not have control of the investments of the underlying funds.
- There are additional fees involved when the Fund invests into the underlying funds, including fees and expenses charged by service providers of these underlying funds as well as fees payable by the Fund during its redemption from these underlying funds. There can be no assurance that 1) the liquidity of the underlying funds will always be sufficient to meet redemption request as and when made; and 2) investment objective and strategy of the underlying funds will be successfully achieved despite the due diligence procedures undertaken by the Manager and the selection and monitoring of the underlying funds. These factors may have adverse impact on the Fund and its investors.

3. Risks relating to investment in exchange traded funds (“ETFs”)

- An underlying ETF may be passively managed and the manager of the relevant ETF will not have the discretion to adapt to market changes. Falls in the underlying index of the relevant ETF are expected to result in corresponding falls in the value of the relevant ETF and the Fund.
- An underlying ETF may be subject to tracking error risk, which is the risk that its performance may not track that of the index exactly.
- An underlying ETF may be terminated early under certain circumstances, for example, where the index is no longer available for benchmarking. The Fund may not be able to recover their investments and may suffer a loss when the ETF is terminated.

4. Emerging markets risks

- The Fund may be exposed to emerging markets which may involve increased risks and special considerations not typically associated with investment in more developed markets, such as liquidity risks, currency risks/control, political and economic uncertainties, legal and taxation risks, settlement risks, custody risk and the likelihood of a high degree of volatility.

5. Risks relating to STARS

- The Fund, through the use of STARS, aims to achieve its investment objective by investing in multiple asset classes primarily through underlying funds and the allocation mix of asset classes is expected to vary from time to time according to the Manager’s discretion and prevailing market conditions. There is no assurance that the investment objective will be met. The investments of the Fund are expected to be periodically rebalanced. If market risk levels change substantially over short periods, changes to the mix of underlying investments may become more frequent, resulting in increased operating expenses payable by the Fund. Therefore, the Fund may incur greater transaction costs than a fund with static allocation strategy and the NAV of the Fund may be adversely affected.

6. Risks relating to equities

• *Market risk*

The value of the Fund’s investments in equity securities through underlying funds may be affected by uncertainties such as investment sentiment, international, political and economic developments or changes in government policies. In falling equity markets, there may be increased volatility. Market prices in such circumstances may be unpredictable and as a result, may have adverse impact to the NAV of the Fund and its investors may suffer substantial losses.

• *Risk relating to small- and mid-capped companies*

The Fund may be exposed to securities of small and/or mid-capped companies. Investing in these securities may expose the Fund to risks such as greater market price volatility, less publicly available information, lower liquidity and greater vulnerability to fluctuations in the economic cycle than those of larger capitalisation companies in general. Their prices are also more volatile to adverse economic developments than those of larger capitalisation companies in general.

7. Risks relating to debt securities

• *Credit risk*

The Fund is exposed to the credit/insolvency risk of issuers of the debt securities that the underlying funds may invest in.

• *Credit ratings risk*

Credit ratings assigned by rating agencies are subject to limitations and do not guarantee the creditworthiness

of the security and/or issuer at all times.

- *Credit rating downgrading risk*

Investment grade debt securities may be subject to the risk of being downgraded to below investment grade debt securities. Similarly, an issuer having an investment grade rating may be downgraded. Generally, in the event of downgrading in the credit ratings of a security or an issuer relating to a debt security, the Fund's investment value in such debt security through the relevant underlying fund may be adversely affected. The underlying funds may or may not dispose of the debt securities that are being downgraded.

- *Below investment grade and unrated securities risk*

The underlying funds which the Fund holds may invest in debt securities which are below investment grade or which are unrated. Such securities would generally be considered to have a higher degree of counterparty risk, credit risk and liquidity risk than higher rated, lower yielding securities and may be subject to greater fluctuation in value and higher chance of default. If the issuer of securities defaults, or such securities cannot be realised, or perform badly, investors may suffer substantial losses.

- *Interest rates risk*

Generally, the prices of debt securities rise when interest rates fall, whilst their prices fall when interest rates rise. If the debt securities held by the underlying funds fall in value, the Fund's value will also be adversely affected.

- *Valuation risk*

Valuation of the underlying funds' investments may involve uncertainties and judgmental determinations, and independent pricing information may not at all times be available. If such valuations should prove to be incorrect, the NAV of the underlying funds (and in turn the NAV of the Fund) may be adversely affected.

- *Sovereign debt risk*

The Fund's exposure to securities issued or guaranteed by governments through underlying funds may be exposed to political, social and economic risks. In adverse situations, the sovereign issuers may not be able or willing to repay the principal and/or interest when due or may request the underlying funds to participate in restructuring such debts. The Fund may suffer significant losses when there is a default of sovereign debt issuers.

- *Risks associated with securitised debt instruments*

The Fund may, through investments in underlying funds, have exposure to asset back securities (including mortgage backed securities and asset backed commercial papers) which may be highly illiquid and prone to substantial price volatility. These debt instruments may be subject to greater credit, liquidity and interest rate risk compared to other regular bond or debt securities. They may be exposed to extension and prepayment risks and risks that the payment obligations relating to the underlying assets are not met, which may adversely impact either the ability to sell the position or the returns of the securities. The Fund's NAV may be adversely impacted.

8. Risks relating to convertible bonds

- The underlying funds which the Fund holds may invest in convertible bonds. Convertibles are a hybrid between debt and equity, permitting holders to convert into shares or stocks in the company issuing the bond at a specified future date. As such, convertibles will be exposed to equity movement and greater volatility than straight bond investments. Investments in convertible bonds are subject to the same interest rate risk, credit risk, liquidity risk and prepayment risk associated with comparable straight bond investments.

9. Risks associated with investments in LAP

- LAP are subject to greater risks when compared to traditional debt instruments as such instruments are typically subject to the risk of being written down or converted to ordinary shares upon the occurrence of a pre-defined trigger event (e.g. when the issuer is near or at the point of non-viability or when the issuer's capital ratio falls to a specified level), which are likely to be outside of the issuer's control. Such trigger events are complex and difficult to predict and may result in a significant or total reduction in the value of such instruments.
- In the event of the activation of a trigger, there may be potential price contagion and volatility to the entire asset class. Debt instruments with loss-absorption features may also be exposed to liquidity, valuation and sector concentration risk.
- An example of LAP is CoCos, which are highly complex and are of high risk. Upon the occurrence of the trigger event, CoCos may be converted into shares of the issuer (potentially at a discounted price), or may be subject

to the permanent write-down to zero. Coupon payments on CoCos are discretionary and may be cancelled by the issuer at any point, for any reason, and for any length of time.

- The underlying funds which the Fund holds may invest in senior non-preferred debts. While these instruments are generally senior to subordinated debts, they may be subject to write-down upon the occurrence of a trigger event and will no longer fall under the creditor ranking hierarchy of the issuer. This may result in total loss of the principal invested.

10. Liquidity risk

- Some of the markets in which the underlying funds invest may be less liquid and more volatile. Certain securities may be difficult or impossible to sell, and this would affect the underlying funds' ability to acquire or dispose of such securities at their intrinsic value. As a result, this may affect the value of the underlying funds and in turn have adverse impact on the Fund and its investors.

11. Concentration risk

- While it is not the Manager's pre-determined strategy to invest 30% or more of the Fund's NAV in any specific market, region, sector and/or industry, it may be possible that, at times, the Fund's exposure to a certain market, region, sector and/or industry is 30% or more of its NAV. In such circumstances, the Fund may be subject to higher concentration risks and the NAV per unit of the Fund may be more volatile than a more diversified portfolio as the Fund will be more susceptible to fluctuations in value resulting from adverse conditions, such as economic, political, policy, foreign exchange, liquidity, tax, legal or regulatory events, in the relevant country/region/sector/asset class in which the Fund invests.

12. Currency and foreign exchange risk

- The Fund may issue classes denominated in a currency other than the base currency of the Fund. Also, the Fund may invest in underlying funds and/or any class thereof denominated in currencies other than its base currency or the relevant currency of denomination of a class. The NAV of the Fund may be affected unfavorably by fluctuations in the exchange rates between these currencies and by changes in exchange rate controls.

13. Risks associated with exposure to RMB

- *RMB currency and conversion risks*

RMB is currently not freely convertible and is subject to exchange controls and restrictions.

Non-RMB based investors are exposed to foreign exchange risk and there is no guarantee that the value of RMB against the investors' base currencies (for example HKD) will not depreciate. Any depreciation of RMB could adversely affect the value of investor's investment in the Fund.

Although offshore RMB ("CNH") and onshore RMB ("CNY") are the same currency, they trade at different rates. Any divergence between CNH and CNY may adversely impact investors.

Under exceptional circumstances, payment of redemption requests and/or distributions in RMB (if any) from the RMB class(es) may be delayed due to the exchange controls and restrictions applicable to RMB.

- *"Dim Sum" bond (i.e. bonds issued outside of Mainland China but denominated in RMB) market risks*

The "Dim Sum" bond market is still a relatively small market which is more susceptible to volatility and illiquidity. The operation of the "Dim Sum" bond market as well as new issuances could be disrupted causing a fall in the NAV of the Fund should there be any promulgation of new rules which limit or restrict the ability of issuers to raise RMB by way of bond issuances and/or reversal or suspension of the liberalisation of the offshore RMB (CNH) market by the relevant regulator(s).

14. RMB class(es) related risk

- When calculating the value of the RMB denominated class(es), CNH will be used. The CNH rate may be at a premium or discount to the exchange rate for CNY and there may be significant bid and offer spreads. The value of the RMB denominated class(es) thus calculated will be subject to fluctuation.
- Non-RMB based (e.g. Hong Kong) investors may have to convert HKD or other currencies into RMB when investing in the RMB denominated class(es). Subsequently, investors may also have to convert the RMB redemption proceeds (received when selling the Units) and RMB distributions received (if any) back to HKD or other currencies. During these processes, investors will incur currency conversion costs and may suffer losses in the event that RMB depreciates against HKD or such other currencies upon receipt of the RMB redemption proceeds and/or RMB distributions (if any).
- For hedged RMB denominated class(es), investors have to bear the associated hedging costs which may be significant depending on prevailing market conditions. If the counterparties of the instruments used for hedging

purpose default, investors of the hedged RMB denominated class(es) may be exposed to RMB currency exchange risk on an unhedged basis and in which case investors may be subject to the risks of investing in RMB denominated class(es) on an unhedged basis as outlined in the paragraph above. There is no guarantee that the hedging strategy will be effective. Also, hedging will limit the hedged RMB denominated class(es) from benefiting from any potential gain resulting from the appreciation of the base currency against RMB.

- Furthermore, under the scenario where RMB appreciates against the currencies of the underlying investments and/or the base currency of the Fund (i.e. USD), and the value of the underlying investments decreased, the value of investors' investments in (any hedged or unhedged) RMB denominated class(es) may suffer additional losses.

15. Derivative and structured product risk

- Risks associated with financial derivative instruments include counterparty/credit risk, liquidity risk, valuation risk, volatility risk and over-the-counter transaction risk. The leverage element/component of a financial derivative instrument can result in a loss significantly greater than the amount invested in the financial derivative instruments by the Fund. Exposure to financial derivative instruments may lead to a high risk of significant loss by the Fund.
- Investment in structured deposits or structured products can be illiquid, if there is no active market in these instruments. Such instruments are complex in nature. There are risks of mispricing or improper valuation which can result in increased payments to counterparties or a loss in the value of the initial investment. These instruments are also subject to insolvency or default risk of the issuers or counterparties.

16. Distribution risk

- In respect of the Class AA (USD) Inc, Class AA (HKD) Inc and Class AA (RMB) Inc Hedged Units, investors should note that the payment of distributions out of capital and/or effectively of capital represents a return or a withdrawal of part of the amount they originally invested or capital gain attributable to that original investments. Distributions will result in an immediate decrease in the NAV per unit of the relevant units.
- The distribution amount and NAV of the Class AA (RMB) Inc Hedged Units may be adversely affected by differences in the interest rates of the currency of denomination of Class AA (RMB) Inc Hedged Units and the Fund's base currency, resulting in an increase in the amount of distribution that is paid out of capital and hence a greater erosion of capital than other non-hedged unit classes.

How has the Fund performed?

There is insufficient data to provide a useful indication of past performance to investors as the Fund is newly established for less than a full calendar year.

Is there any guarantee?

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

What are the fees and charges?

Charges which may be payable by you

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

Fee	What you pay
Initial charge (% of initial offer price or NAV per unit)	Up to 5%*
Switching fee (% of NAV per unit of units switched)	Up to 1%
Redemption charge (% of NAV per unit)	Nil

Ongoing fees payable by the Fund

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

	Annual rate (as a % p.a. of the NAV)
Management fee	1.20%*

Trustee fee	Up to 0.50%, subject to a monthly minimum fee of US\$3,000 per fund (to be waived for the first year of launch of the Fund)
Custodian fee	Up to 0.08% [#]
Performance fee	N/A
Administration fee	N/A

Other fees

You may have to pay other fees when dealing in any of the units of the Fund.

Additional information

- In respect of Class AA (USD) Inc / Class AA (HKD) Inc / Class AA (RMB) Inc Hedged, the composition of the distributions (i.e. the percentages of distribution being made out of net distributable income and capital) for the last 12 months are available by the Manager on request and also on the Manager’s website <http://www.manulifefunds.com.hk> (this website has not been reviewed by the SFC).
- You generally buy and redeem units offered at the Fund’s next-determined NAV after the Manager or the distributor receives your request before 4:00 p.m. (Hong Kong time, for investors in Hong Kong) on the relevant dealing day, which is generally every business day.
- Orders placed through intermediaries may be subject to different procedures from those described above. Investors should consult their intermediaries before placing any orders.
- The NAV per unit for each Class AA unit of the Fund is calculated on each dealing day and published on each dealing day on the Manager’s website <http://www.manulifefunds.com.hk> (this website has not been reviewed by the SFC).

Important

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

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

* You should note that such fees may be increased up to a specified permitted maximum by giving affected unitholders at least one month’s prior notice. For details please refer to the section headed “Fees and Expenses” and Appendix B of the Prospectus.
 # The Custodian charges the Custodian / safe-keeping fees at different rates, depending on the markets where assets of the Fund are held, and is also entitled to transaction fees.