

Annual Report (Audited)

For the year ended 31 December 2020

BEA Union Investment Capital Growth Fund

BEA Union Investment Asia Strategic Growth Fund

BEA Union Investment Global Bond Fund

BEA Union Investment Hong Kong Growth Fund

BEA Union Investment Greater China Growth Fund

BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund

BEA Union Investment Global Equity Fund

BEA Union Investment Asia Pacific Investment Grade Bond Fund

BEA Union Investment Core Accumulation Fund*

BEA Union Investment Age 65 Plus Fund*

BEA Union Investment Money Market Fund*

(*Not available to Hong Kong retail investors)

BEA UNION INVESTMENT CAPITAL GROWTH FUND

YEAR ENDED 31 DECEMBER 2020

CONTENTS	PAGE(S)
MANAGEMENT AND ADMINISTRATION	
INVESTMENT REPORT	
– TRUSTEE’S COMMENTARY	1-3
– INVESTMENT OBJECTIVES AND POLICIES OF THE FUND AND THE SUB-FUNDS	4-14
– INVESTMENT INCOME AND PERFORMANCE	15
– BREAKDOWN OF INCOME DERIVED FROM INVESTMENTS OTHER THAN NET GAINS/(LOSSES) ON INVESTMENTS	16
– PERFORMANCE TABLE	17-22
– INFORMATION ON EXPOSURE ARISING FROM FINANCIAL DERIVATIVE INSTRUMENTS	23
– INVESTMENT PORTFOLIO	24-66
– STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO	67-71
REPORT OF THE TRUSTEE TO THE UNITHOLDERS	72
INDEPENDENT AUDITOR’S REPORT ON THE FINANCIAL STATEMENTS	73-75
INDEPENDENT AUDITOR’S ASSURANCE REPORT	76-77
STATEMENT OF ASSETS AND LIABILITIES	78
STATEMENT OF COMPREHENSIVE INCOME	79
STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS/STATEMENT OF CHANGES IN EQUITY	80-81
CASH FLOW STATEMENT	82
NOTES TO THE FINANCIAL STATEMENTS	83-141

MANAGEMENT AND ADMINISTRATION

Trustee and registrar

Bank of East Asia (Trustees) Limited

32nd Floor, BEA Tower

Millennium City 5

418 Kwun Tong Road

Kwun Tong, Kowloon, Hong Kong

Manager

BEA Union Investment Management Limited

5th Floor, The Bank of East Asia Building

10 Des Voeux Road

Central, Hong Kong

Auditor

KPMG

8th Floor, Prince's Building

10 Chater Road

Central, Hong Kong

Legal Adviser

Deacons

5th Floor, Alexandra House

18 Chater Road

Central, Hong Kong

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

TRUSTEE'S COMMENTARY

INVESTMENTS ANALYSIS

U.S. Equity

The many measures introduced by the U.S. Federal Reserve including injecting liquidity into markets helped to ease market liquidity tensions and to normalize the market situation gradually. With the further improvement in the job market and liquidity support from the Federal Reserve, U.S. stock market rebounded in Q2. Despite uncertainties stem from U.S. presidential election, subsequent outbreaks of COVID-19 and the delay in fiscal package in Q3, Fed set out a target inflation rate that supported a low interest rate environment hoping to boost investor sentiment. In November, Biden won the U.S. presidential election. Market generally expected his policies would tend to be softer than Trump's and the US-China tension would likely ease as a result. Market risk appetite lifted. The U.S. equities rose to record high on the last trading day of 2020.

European Equity

European equities dropped substantially in the beginning of the year due to the widespread of COVID-19 in the region, especially in Italy and Spain. In Q2, economic activities resumed in many countries on the back of falling new cases of COVID-19. The business confidence recovery continued to surprise on the upside. The EU summit was a milestone in the battle to tackle the economic fallout from COVID-19. It showed that the EU is capable of coordinating its fiscal policy, and this should benefit European assets. In the second half of the year, European Central Bank announced the pandemic emergency purchase programme amounting Euro750 million to support the economies heavily hit by COVID-19.

Japanese Equity

Japan's exports slumped the most in nearly four years in March as U.S.-bound shipments fell at the fastest rate since 2011, highlighting the damage of coronavirus pandemic is inflicting on global demand and trade. In March, the Nikkei Stock Average Index recorded a double digit decline, its biggest monthly decline since May 2010. Bank of Japan signaled that it would continue large-scale monetary easing measures, which spurred a more positive outlook for the economy. The Nikkei Stock Average was slightly up in Q2. After Yoshihide Suga won the Liberal Democratic Party's leadership race and became the next prime minister of Japan, investor sentiment was largely improved. Investors expected the current economic policies would be maintained, Nikkei Stock Average Index trended up in the end of the year.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

TRUSTEE'S COMMENTARY (CONTINUED)

INVESTMENTS ANALYSIS (CONTINUED)

Asia-Pacific (ex-Japan) Equity

Coronavirus fears continued to dominate the market movement in Q1, the MSCI Asia Pacific ex-Japan Index fell sharply mainly led by Australia, India and ASEAN. The pandemic and oil shocks led to a global sell-off across financial markets, both onshore and offshore Chinese equities experienced a sharp correction. The sell-off led to concerns about liquidity and credit risk. In Q2, Asian equities rallied in favour of the reopening of economy in China, Hong Kong and China were the outperformers. With the rising geopolitical tension and uncertainties of the U.S. election, Asian equities, dragged by Hong Kong, China and Australia on profit taking, pulled back in Q3. Markets continued to look towards the reopening of economies, more policy stimulus coming in near term and the strong balance sheet and great business prospect of Australian stocks, Asia Pacific equities surged in the end of the year.

Greater China Equity

The pandemic and oil shocks led to a global sell-off across financial markets, both onshore and offshore Chinese equities experienced a sharp correction. The sell-off led to concerns about liquidity and credit risk. Taiwan's equity market was down due to supply chain disruption amid the COVID-19 pandemic. In Q2, both the Chinese onshore and offshore equities were up. Markets generally held up well on improving economic data and further policy easing. The Hong Kong stock market rebounded as there was no drastic move from the U.S. following the imposition of national security law in Hong Kong. The share performance of retailers and landlord rebounded after the relaxation of social curbs. Taiwan's equity market was up due to better than expected smartphone shipment. In Q3, China's GDP was up 4.9% quarter-on-quarter. The "first-in, first-out" of the COVID-19 resulted in the strong recovery. The Chinese government focused on stimulating domestic demand to absorb its huge production capacity. China would be the growth engine for global economic recovery. Strong domestic consumption and the development of new energy would support the growth. Onshore market surged in last December. Sector rotation continued. The focus would move from 'new' tech stocks to 'old' tech stocks. Taiwan market's strength was led by the Industrial and IT sectors on the back of continued strong tech demand from work-from-home.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

TRUSTEE'S COMMENTARY (CONTINUED)

INVESTMENTS ANALYSIS (CONTINUED)

Bond market

Earlier in the year, the fears around coronavirus sent all asset classes into a tailspin, with significant corrections. In terms of global investment grade bonds, the credit spreads have recouped losses following the U.S. Federal Reserve's bond-buying program and support on funding. The disappointing OPEC+ meeting in March resulted in Saudi Arabia's aggressive increase in oil production which led to a sharp fall in oil price. The oil shocks and the pandemic have triggered global risk-off sentiment and a shortage of U.S. dollar. As part of its emergency lending programs, the U.S. Federal Reserve therefore started buying corporate bonds and eligible ETFs. Many countries also announced the gradual lifting of lockdown, the hope for reopening boosted investor sentiment in the bond market. The credit spread for global investment grade bonds tightened as a result of risk-on sentiment. Fed announced in September that it would keep rate low until 2023 and allow inflation to overshoot 2%. Asian credit spread widened on hefty new issuance and weaker sentiments in general. It was expected that the spread would stay stable on the back of fiscal stimulus and economy rebound from pandemic. Asian credit continued to outperform particularly Chinese property and Indonesia credits given their high pick up.

Currency market

In early 2020, the Renminbi weakened slightly against the U.S. dollar amid the risk-off sentiment, and the U.S. dollar was strengthened by safe-haven demand. The Renminbi strengthened marginally against the U.S. dollar due to lesser concerns about the U.S.-China tension towards mid of the year. The broad-based weakness of the U.S. dollar also helped the performance of Renminbi. Later in the year, Asian currencies continued to strengthen with rising momentum on the economic recovery.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

INVESTMENT OBJECTIVES AND POLICIES OF THE FUND AND THE SUB-FUNDS

BEA Union Investment Capital Growth Fund was established by the Trust Deed dated 22 September 2000, as amended and restated. The Fund offers 10 Sub-funds with different investment policies. The Sub-funds of the Fund are BEA Union Investment Asia Strategic Growth Fund, BEA Union Investment Global Bond Fund, BEA Union Investment Hong Kong Growth Fund, BEA Union Investment Greater China Growth Fund, BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund, BEA Union Investment Global Equity Fund, BEA Union Investment Asia Pacific Investment Grade Bond Fund, BEA Union Investment Core Accumulation Fund, BEA Union Investment Age 65 Plus Fund and BEA Union Investment Money Market Fund.

Separate and distinct investment policies are applied in the investments of each Sub-fund. The respective investment objectives and policies are set out below.

BEA UNION INVESTMENT ASIA STRATEGIC GROWTH FUND

Investment objective

To provide investors with long term capital growth in HK dollar terms through investing in a diversified portfolio primarily consisting of securities (i.e. at least 70% of its net asset value) that are either (a) listed in the Asia Pacific region or (b) issued by companies that are incorporated in the Asia Pacific region or companies which have significant operations in or derive a significant portion of revenue or profits from the Asia Pacific region (including but not limited to Hong Kong, Singapore, Malaysia, Korea, Taiwan, Thailand, Indonesia, the Philippines, India and China but excluding Japan). For the remaining assets, the Manager may at its discretion invest outside the Sub-fund's principal geographical areas, market sectors, industries or asset classes.

Investment policy

The Manager intends to adopt a "top-down" approach to first determine the asset allocation in each country according to the Manager's analysis of the market and economic trends and then select suitable investments within each country by applying fundamental analysis. Corporate earnings and funds flow analysis will also be an integral part of the investment decision-making process.

The Manager anticipates that the maximum exposure to any one of the Singapore, Malaysia, Korea or Taiwan or China markets will not exceed 50% of the Sub-fund's assets and the maximum to any one of the Thailand, Indonesia, the Philippines and India markets will not exceed 30% of the Sub-Fund's assets.

At least 60% of the assets of the Sub-fund other than cash or deposits may be invested in equity securities, which may include securities from initial public offering. Up to 10% of the assets of the Sub-fund may be invested in other securities (as permitted under Schedule 1 to the Mandatory Provident Fund Schemes (General) Regulation). The Sub-fund's portfolio may also include cash, deposits, fixed interest securities, instruments with floating interest rates and short-term paper such as treasury bills, certificates of deposit, bankers' acceptances and short-term commercial paper. If the Manager considers that conditions so require and it is in the interests of Unitholders to do so, a substantial portion of the portfolio may be held in cash or such instruments.

Subject to the restrictions imposed by the MPF Ordinance, financial futures and options contracts may be entered into for the Sub-fund for hedging purposes to protect and enhance asset value, consistent with the investment objective of the Sub-fund. Currency forward contracts may be used for the purposes of hedging into HK dollars. It is expected the Sub-fund's net derivative exposure would be zero so long as there is no residual derivative exposure arising from such hedging arrangement.

The Manager expects the return of the Sub-fund over the long-term to reflect movements in the stock markets of the Asian region.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

INVESTMENT OBJECTIVES AND POLICIES OF THE FUND AND THE SUB-FUNDS (CONTINUED)

BEA UNION INVESTMENT GLOBAL BOND FUND

Investment objective

To provide investors with total investment return over the medium to long term through investing into a diversified range of global bonds denominated in various major currencies (including but not limited to, US dollars, Euro, Pounds Sterling, Japanese Yen and Hong Kong dollars).

Investment policy

The Sub-fund's assets will normally be invested between 20% to 100% in short to long term government bonds and 0% to 80% in short to long term corporate bonds. Investments will be made mainly in the United States, Europe and Asia, but may include other markets. However, the actual allocation may vary as market and other conditions change.

The Sub-fund may invest less than 30% of its net asset value in debt instruments with loss-absorption features including senior non-preferred debt and subordinated debt issued by financial institutions.

Subject to the restrictions imposed by the MPF Ordinance, the Manager and its delegates may acquire financial futures contracts for the Sub-Fund for hedging purposes to reduce risk and enhance asset value, consistent with the investment objective of the Sub-fund. It is expected the Sub-fund's net derivative exposure would be zero so long as there is no residual derivative exposure arising from such hedging arrangement.

The Manager expects the return of the Sub-fund over the long term to reflect movements in the global bond market.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

INVESTMENT OBJECTIVES AND POLICIES OF THE FUND AND THE SUB-FUNDS (CONTINUED)

BEA UNION INVESTMENT HONG KONG GROWTH FUND

Investment objective

To provide investors with long term capital growth in Hong Kong dollar terms through investing in a diversified portfolio consisting primarily of securities of companies (i.e. at least 70% of its net asset value), either listed or with operations or interests principally in Hong Kong. For the remaining assets, the Manager may at its discretion invest outside the Sub-fund's principal geographical areas, market sectors, industries or asset classes.

Investment policy

The Sub-fund's portfolio will consist primarily of Hong Kong listed securities, and may include securities from initial public offering. Up to 100% of the assets of the Sub-fund may be invested in equity securities. Up to 10% of the assets of the Sub-fund may be invested in other securities (as permitted under Schedule 1 to the Mandatory Provident Fund Schemes (General) Regulation). Investments will be selected based on their expected long-term capital growth. The weighting of the portfolio between sectors may change according to economic circumstances.

The Sub-fund's portfolio may also include cash, deposits, fixed interest securities, instruments with floating interest rates and short-term paper such as Treasury Bills, certificates of deposit, bankers' acceptances and short-term commercial paper. If the Manager considers that conditions so require and it is in the interests of Unitholders to do so, a substantial portion of the portfolio may be held in cash or such instruments.

The Manager intends to adopt a "top-down" approach to first determine the sector allocation of the portfolio according to the Manager's analysis of the market and economic trends, and then select suitable investments within each sector.

Subject to the restrictions imposed by the MPF Ordinance, the Manager may acquire financial futures and options contracts for the Sub-fund for hedging purposes to protect and enhance asset value, consistent with the investment objective of the Sub-Fund. It is expected the Sub-fund's net derivative exposure would be zero so long as there is no residual derivative exposure arising from such hedging arrangement.

In addition, at least 30% of the assets of the Sub-fund will be held in Hong Kong dollar currency investments as measured by effective currency exposure (determined in accordance with Schedule 1 of the Mandatory Provident Fund Schemes (General) Regulation).

The Manager expects the Sub-fund's return over the long-term to reflect movements in the Hong Kong stock market.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

INVESTMENT OBJECTIVES AND POLICIES OF THE FUND AND THE SUB-FUNDS (CONTINUED)

BEA UNION INVESTMENT GREATER CHINA GROWTH FUND

Investment objective

To provide investors with long term capital growth through investing in a diversified portfolio primarily consisting of securities (i.e. at least 70% of its net asset value) that are either (a) listed in Greater China or (b) issued by companies that are incorporated in Greater China or companies which have significant operations in or derive a significant portion of revenue or profits from Greater China, which includes the People's Republic of China (PRC), Hong Kong, Macau and Taiwan. For the remaining assets, the Manager may at its discretion invest outside the Sub-Fund's principal geographical areas, market sectors, industries or asset classes.

Investment policy

Normally not less than 70% of the assets of the Sub-fund will be invested directly in equities. Up to 10% of the assets of the Sub-fund may be invested in other securities, including other collective investment schemes, China A-shares (subject to availability of investment quota) and China B-shares. Any remaining assets may be held in cash or cash equivalents. In times of extreme volatility of the markets or during severe adverse market conditions, the Sub-fund may hold a substantial portion of its assets in cash or cash equivalents, or invest in short-term money market instruments to safeguard the investment portfolio of the Sub-fund. In addition, at least 30% of the assets of the Sub-fund will be held in Hong Kong dollar currency investments.

Subject to the restrictions imposed by the MPF Ordinance, the Manager may enter into financial futures and options contracts for the Sub-fund for hedging purposes to reduce risk and protect or enhance asset value, consistent with the investment objective of the Sub-fund. It is expected the Sub-fund's net derivative exposure would be zero so long as there is no residual derivative exposure arising from such hedging arrangement.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

INVESTMENT OBJECTIVES AND POLICIES OF THE FUND AND THE SUB-FUNDS (CONTINUED)

BEA UNION INVESTMENT HONG KONG DOLLAR (HK\$) BOND FUND

Investment objective

To provide investors with long-term capital growth in Hong Kong dollar terms through investing in a portfolio consisting primarily of Hong Kong dollar denominated interest bearing securities. If the Manager considers that conditions so require and it is in the interests of Unitholders to do so, a substantial portion of the portfolio may be held in cash.

Investment policy

The Manager anticipates that a majority of the portfolio will be invested in bonds issued by governments, quasi-governmental organisations, multilateral international agencies and blue chip corporations. Investments in corporate bonds and debentures must meet the minimum required credit ratings as determined by the Mandatory Provident Fund Schemes Authority from time to time or which are otherwise permitted under Schedule 1 to the Mandatory Provident Fund Schemes (General) Regulation. The value of the portfolio's holding of Hong Kong dollar denominated securities shall not be less than 70% of the net asset value of the Sub-fund. For the remaining assets, the Manager may at its discretion invest outside the Sub-fund's principal geographical areas, market sectors, industries or asset classes.

The Sub-fund may invest less than 30% of its net asset value in debt instruments with loss-absorption features including senior non-preferred debt and subordinated debt issued by financial institutions.

Subject to the restrictions imposed by the MPF Ordinance, the Manager may acquire financial futures contracts for the Sub-fund for hedging purposes to protect and enhance asset value, consistent with the investment objective of the Sub-fund. It is expected the Sub-fund's net derivative exposure would be zero so long as there is no residual derivative exposure arising from such hedging arrangement.

In addition, at least 30% of the assets of the Sub-fund will be held in Hong Kong dollar currency investments as measured by effective currency exposure (determined in accordance with Schedule 1 of the Mandatory Provident Fund Schemes (General) Regulation).

The Manager expects the return of the Sub-fund over the long-term to exceed the Hong Kong inflation rate.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

INVESTMENT OBJECTIVES AND POLICIES OF THE FUND AND THE SUB-FUNDS (CONTINUED)

BEA UNION INVESTMENT GLOBAL EQUITY FUND

Investment objective

To provide investors with long-term capital growth through investing in a diversified global portfolio.

Investment policy

The Sub-fund's portfolio will primarily consist of global equity securities, including but not limited to common stocks, preferred stocks, American Depositary Receipts ("ADRs"), Global Depositary Receipts ("GDRs"), International Depositary Receipts ("IDRs"), approved Exchange Traded Funds ("ETFs"), warrants, or debt securities convertible into common or preferred stocks, or ADRs, GDRs or IDRs, to the extent permitted under Schedule 1 of the Mandatory Provident Fund Schemes (General) Regulation.

In managing the asset allocation of the portfolio, the Manager will from time to time make reference to the geographic allocation by one or more global stock market indices. As an indication, the geographic allocation of the Sub-fund is expected to be:

– United States	0% – 65%
– Europe	0% – 40%
– Others	0% – 50%

Please note that the above figures are for indicative purposes only. The actual allocation of the Sub-fund's portfolio between countries and regions may vary from time to time and may be different from that as shown above according to the Manager's perception of prevailing and anticipated global market conditions and will be decided on the basis of the Manager's macro-economic analysis of the global markets and economic growth, inflation and interest rate trends.

Normally not less than 70% of the Sub-fund's assets will be invested in equities. For the remaining assets, the Manager may at its discretion invest outside the Sub-fund's principal market sectors, industries or asset classes. Up to 10% of the assets of the Sub-fund may be invested in other securities (as permitted under Schedule 1 to the Mandatory Provident Fund Schemes (General) Regulation). Any remaining assets may be held in money market instruments, cash or cash equivalents. In times of extreme volatility of the markets or during severe adverse market conditions, the Sub-fund may hold a substantial portion of its assets in money market instruments, cash or cash equivalents to safeguard the investment portfolio of the Sub-fund.

Subject to the restrictions imposed by the MPF Ordinance, the Manager may enter into financial futures, options and currency forward contracts for the Sub-fund for hedging purposes to reduce risk and protect asset value, consistent with the investment objective of the Sub-fund. It is expected the Sub-fund's net derivative exposure would be zero so long as there is no residual derivative exposure arising from such hedging arrangement.

In addition, at least 30% of the assets of the Sub-fund will be held in Hong Kong dollar currency investments as measured by effective currency exposure (determined in accordance with Schedule 1 of the Mandatory Provident Fund Schemes (General) Regulation).

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

INVESTMENT OBJECTIVES AND POLICIES OF THE FUND AND THE SUB-FUNDS (CONTINUED)

BEA UNION INVESTMENT ASIA PACIFIC INVESTMENT GRADE BOND FUND

Investment objective

To provide total investment return over the medium to long term through investing in Asia Pacific investment grade bonds.

Investment policy

The Sub-fund's portfolio will primarily (at least 70% of its net asset value) consist of bonds, denominated in various Asian or major global currencies (e.g. USD), which are of investment grade and issued by Asia Pacific government or corporate entities. "Investment grade" for this purpose means a credit rating that satisfies the criteria prescribed by the Mandatory Provident Fund Schemes Authority (the "Authority") from time to time. The investments of the Sub-fund may include (but are not limited to): fixed and floating rate bonds, zero coupon and discount bonds and commercial paper.

The Asia Pacific countries or regions which the Sub-fund may invest in include, but are not limited to, Australia, Hong Kong, China, Korea, Malaysia, New Zealand, Singapore and Thailand. The Sub-fund may obtain exposure to the China bond markets through investment in offshore Renminbi denominated debt securities or other securities issued or distributed outside mainland China, e.g. offshore RMB bonds issued in Hong Kong. It does not invest in debt securities or other securities issued or distributed within mainland China.

Normally no more than 30% of the Sub-fund's assets will be invested in other bonds, denominated in various major currencies (e.g. USD), (a) which are either of investment grade but not issued by Asia Pacific government or corporate entities including, but not limited to, members of the European Union (with a minimum credit rating equivalent to BBB- by Standard and Poor's), Canada, the United States, the United Kingdom, Mexico, Russia, Brazil and Qatar, or (b) which are otherwise permitted under Schedule 1 to the Mandatory Provident Fund Schemes (General) Regulation. Investments in bonds issued by non-Asia Pacific issuers may be made to (i) manage downside risks (e.g. during times of volatility of the Asian bond market) or (ii) achieve additional investment returns by allocating assets into such bonds where the Manager considers they are attractive on a risk/return basis or (iii) benefit from diversification of the portfolio of investments.

The Sub-fund may also invest no more than 30% of its assets in money market instruments, cash or cash equivalents. In times of extreme volatility of the markets or during severe adverse market conditions, the Sub-fund may hold a substantial portion of its assets in money market instruments, cash or cash equivalents to safeguard the investment portfolio of the Sub-fund.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

INVESTMENT OBJECTIVES AND POLICIES OF THE FUND AND THE SUB-FUNDS (CONTINUED)

BEA UNION INVESTMENT ASIA PACIFIC INVESTMENT GRADE BOND FUND (CONTINUED)

Investment policy (continued)

The target asset allocation is as follows (which may be varied within the ranges according to changing market conditions):

	Minimum (% of net asset value)	Maximum (% of net asset value)
By asset type		
– debt securities	70%	100%
– money market instruments/cash and cash equivalents	0%	30%
By geographical allocation		
– Asia Pacific	70%	100%
– Non-Asia Pacific	0%	30%

The Sub-fund may invest less than 30% of its net asset value in debt instruments with loss-absorption features including senior non-preferred debt and subordinated debt issued by financial institutions.

Subject to the restrictions imposed by the MPF Ordinance, the Manager may enter into financial futures, options and currency forward contracts for the Sub-fund for hedging purposes to reduce risk and protect asset value, consistent with the investment objective of the Sub-fund. It is expected the Sub-fund's net derivative exposure would be zero so long as there is no residual derivative exposure arising from such hedging arrangement.

In addition, at least 30% of the assets of the Sub-fund will be held in Hong Kong dollar currency investments as measured by effective currency exposure (determined in accordance with Schedule 1 of the Mandatory Provident Fund Schemes (General) Regulation).

The Sub-fund will not invest in any structured deposits or products, and will not enter into any securities lending, repurchase transactions or other similar transactions.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

INVESTMENT OBJECTIVES AND POLICIES OF THE FUND AND THE SUB-FUNDS (CONTINUED)

BEA UNION INVESTMENT CORE ACCUMULATION FUND

Investment objective

To achieve capital growth by investing in a globally diversified manner in two approved pool investment funds, namely the BEA Union Investment Global Equity Fund (which invests in a diversified global equity portfolio) and the BEA Union Investment Global Bond Fund (which invests in a diversified global bond portfolio) (the "Underlying Funds"), both existing Investment Funds under the fund.

Investment policy

The Sub-fund aims to achieve the asset allocation requirements applicable to a "Core Accumulation Fund" (as defined in the MPF Ordinance). Subject to the discretion of the Manager and through an active asset allocation strategy investing in the Underlying Funds (which in turn adopt relevant active investment strategy in selecting particular global equities or global bonds), the Sub-fund will invest around 60% of its net asset value in higher risk assets*, with the remainder investing in lower risk assets#. The asset allocation to higher risk assets may vary between 55% and 65% due to differing price movements of various equity and bond markets. The Manager will from time to time rebalance the allocation between the two Underlying Funds, such that so far as practicable the asset allocation of the Sub-fund will be as follows:

	Minimum (% of net asset value)	Maximum (% of net asset value)
Higher risk assets* (such as global equities)	55%	65%
Lower risk assets# (such as global bonds, cash and money market instruments)	35%	45%

* means such investment instruments which are identified as "higher risk assets" in the relevant guidelines issued by the Authority

The Sub-fund's holding in cash and bank deposits will be for ancillary purposes, such as for meeting redemption requests or defraying operating expenses, or for reducing market exposure.

Subject to the restrictions imposed by the MPF Ordinance, the Manager may enter into currency forward contracts, financial future and options contracts for the Sub-fund for hedging purposes to reduce risk and protect asset value, consistent with the investment objective of the Sub-fund.

In addition, at least 30% of the assets of the Sub-fund will be held in Hong Kong dollar currency investments as measured by effective currency exposure (determined in accordance with Schedule 1 of the Mandatory Provident Fund Schemes (General) Regulation).

The Sub-fund will not invest in any structured deposits or products, and will not enter into any securities lending, repurchase transactions or other similar transactions.

The Manager expects the return of the Sub-fund over the long-term to reflect movements between the global equity market and global bond market, with an emphasis on the asset allocation applicable to the Core Accumulation Fund, targeting to outperform the relevant MPF industry developed reference portfolio which is published by the Hong Kong Investment Funds Association and to provide a common reference point for the performance and asset allocation of the Sub-fund.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

INVESTMENT OBJECTIVES AND POLICIES OF THE FUND AND THE SUB-FUNDS (CONTINUED)

BEA UNION INVESTMENT AGE 65 PLUS FUND

Investment objective

To achieve stable growth by investing in a globally diversified manner in two approved pool investment funds, namely the BEA Union Investment Global Equity Fund (which invests in a diversified global equity portfolio) and the BEA Union Investment Global Bond Fund (which invests in a diversified global bond portfolio) (the "Underlying Funds"), both existing Investment Funds under the fund.

Investment policy

The Sub-fund aims to achieve the asset allocation requirements applicable to an "Age 65 Plus Fund" (as defined in the MPF Ordinance). Subject to the discretion of the Manager and through an active asset allocation strategy investing in the Underlying Funds (which in turn adopt relevant active investment strategy in selecting particular global equities or global bonds), the Sub-fund will invest around 20% of its net asset value in higher risk assets* and, with the remainder investing in lower risk assets#. The asset allocation to higher risk assets may vary between 15% and 25% due to differing price movements of various equity and bond markets. The Manager will from time to time rebalance the allocation between the two Underlying Funds, such that so far as practicable the asset allocation of the Sub-fund will be as follows:

	Minimum (% of net asset value)	Maximum (% of net asset value)
Higher risk assets* (such as global equities)	15%	25%
<i>* means such investment instruments which are identified as "higher risk assets" in the relevant guidelines issued by the Authority</i>		
Lower risk assets# (such as global bonds, cash and money market instruments)	75%	85%

The Sub-fund's holding in cash and bank deposits will be for ancillary purposes, such as for meeting redemption requests or defraying operating expenses, or for reducing market exposure.

Subject to the restrictions imposed by the MPF Ordinance, the Manager may enter into currency forward contracts, financial future and options contracts for the Sub-fund for hedging purposes to reduce risk and protect asset value, consistent with the investment objective of the Sub-fund.

In addition, at least 30% of the assets of the Sub-fund will be held in Hong Kong dollar currency investments as measured by effective currency exposure (determined in accordance with Schedule 1 of the Mandatory Provident Fund Schemes (General) Regulation).

The Sub-fund will not invest in any structured deposits or products, and will not enter into any securities lending, repurchase transactions or other similar transactions.

The Manager expects the return of the Sub-fund over the long-term to reflect movements between the global equity market and global bond market, with an emphasis on the asset allocation applicable to the Age 65 Plus Fund, targeting to outperform the relevant MPF industry developed reference portfolio which is published by the Hong Kong Investment Funds Association and to provide a common reference point for the performance and asset allocation of the Sub-fund.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

INVESTMENT OBJECTIVES AND POLICIES OF THE FUND AND THE SUB-FUNDS (CONTINUED)

BEA UNION INVESTMENT MONEY MARKET FUND

Investment objective

To maintain a high degree of liquidity while providing current income by investing in short-term HK dollar and/or US dollar denominated instruments in Hong Kong that can be converted into cash in a timely manner.

Investment policy

The Sub-fund will invest primarily (at least 70% of its net assets) in HK dollar and/or US dollar denominated deposits and high grade money market instruments (i.e. with a credit rating that satisfies the criteria prescribed by the Authority from time to time) including but not limited to commercial papers, certificates of deposit, as well as short-term debt securities. Up to 30% of the Sub-fund's net assets may be invested in short-term instruments denominated in currencies other than HK dollar or US dollar.

The Sub-fund will invest in deposits and money market instruments with remaining maturities of less than 397 days (or two years in the case of Government or public sector investments). The average maturity of the Sub-fund's investments will not exceed 90 days.

In addition, at least 30% of the assets of the Sub-fund will be held in Hong Kong dollar currency investments as measured by effective currency exposure (determined in accordance with Schedule 1 of the Mandatory Provident Fund Schemes (General) Regulation).

Subject to the restrictions imposed by the MPF Ordinance, the Manager may enter into financial futures, options and currency forward contracts for the Sub-fund for hedging purposes only. The Sub-fund will not invest in any structured deposits or products, and will not enter into any securities lending, repurchase transactions or other similar transactions.

The Manager aims to achieve a return exceeding the Hong Kong dollar savings rate for the Sub-fund.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

INVESTMENT INCOME AND PERFORMANCE

	BEA Union Investment Asia Strategic Growth Fund			BEA Union Investment Global Bond Fund		
	2020 HK\$	2019 HK\$	2018 HK\$	2020 HK\$	2019 HK\$	2018 HK\$
Net gains/(losses) excluding capital appreciation/(depreciation)	22,938,739	21,344,423	21,992,914	(20,852,860)	(6,327,551)	(23,946,492)
Capital appreciation/(depreciation) – realised and unrealised	711,076,667	353,769,573	(386,275,405)	491,583,161	373,186,924	29,248,052
Value of fund assets derived from investments as at 31 December	<u>2,872,834,812</u>	<u>2,127,216,334</u>	<u>1,752,892,034</u>	<u>6,357,465,539</u>	<u>5,564,917,613</u>	<u>5,224,921,191</u>
	BEA Union Investment Hong Kong Growth Fund			BEA Union Investment Greater China Growth Fund		
	2020 HK\$	2019 HK\$	2018 HK\$	2020 HK\$	2019 HK\$	2018 HK\$
Net gains/(losses) excluding capital appreciation/(depreciation)	43,598,871	41,196,985	47,599,366	15,730,493	(13,094,514)	24,453,996
Capital appreciation/(depreciation) – realised and unrealised	615,250,655	243,886,347	(347,533,077)	724,643,031	388,540,799	(289,808,138)
Value of fund assets derived from investments as at 31 December	<u>4,134,521,500</u>	<u>2,979,276,910</u>	<u>1,771,024,923</u>	<u>2,622,657,883</u>	<u>1,930,388,460</u>	<u>1,552,784,795</u>
	BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund			BEA Union Investment Global Equity Fund		
	2020 HK\$	2019 HK\$	2018 HK\$	2020 HK\$	2019 HK\$	2018 HK\$
Net gains/(losses) excluding capital appreciation/(depreciation)	(13,144,089)	(12,767,908)	(12,146,485)	25,826,901	18,494,311	10,357,247
Capital appreciation/(depreciation) – realised and unrealised	109,927,278	72,773,836	29,186,579	312,945,290	254,673,211	(98,045,853)
Value of fund assets derived from investments as at 31 December	<u>1,615,939,130</u>	<u>1,486,337,152</u>	<u>1,488,350,833</u>	<u>2,091,020,106</u>	<u>1,627,414,215</u>	<u>1,025,793,319</u>
	BEA Union Investment Asia Pacific Investment Grade Bond Fund			BEA Union Investment Core Accumulation Fund		
	2020 HK\$	2019 HK\$	2018 HK\$	2020 HK\$	2019 HK\$	2018 HK\$
Net gains/(losses) excluding capital appreciation/(depreciation)	(619,425)	(4,198,091)	(7,288,710)	(14,038,891)	3,542,366	3,744,911
Capital appreciation/(depreciation) – realised and unrealised	48,100,678	117,068,338	12,562,003	212,123,113	144,060,767	(36,256,529)
Value of fund assets derived from investments as at 31 December	<u>976,832,624</u>	<u>1,055,850,705</u>	<u>942,294,192</u>	<u>1,666,402,088</u>	<u>1,203,022,944</u>	<u>730,957,700</u>
	BEA Union Investment Age 65 Plus Fund			BEA Union Investment Money Market Fund		
	2020 HK\$	2019 HK\$	2018 HK\$	2020 HK\$ ⁽¹⁾	2019 HK\$ ⁽¹⁾	2018 HK\$ ⁽¹⁾
Net gains/(losses) excluding capital appreciation/(depreciation)	(11,173,234)	3,703,959	4,361,138	(501,263)	(454,248)	–
Capital appreciation/(depreciation) – realised and unrealised	63,345,536	44,676,262	(6,050,268)	5,357,490	10,628,655	–
Value of fund assets derived from investments as at 31 December	<u>685,933,142</u>	<u>527,969,422</u>	<u>414,674,661</u>	<u>500,545,479</u>	<u>387,752,036</u>	<u>–</u>

⁽¹⁾ The launch date for BEA Union Investment Money Market Fund was 9 January 2019

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

BREAKDOWN OF INCOME DERIVED FROM INVESTMENTS OTHER THAN NET GAINS/(LOSSES) ON INVESTMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

	Interest on bonds HK\$	Interest on certificates of deposit HK\$	Dividend income HK\$	Interest on cash at banks HK\$	Interest on bank deposits HK\$	Other income HK\$	Total HK\$
BEA Union Investment Asia Strategic Growth Fund	-	-	47,522,049	1,135	-	-	47,523,184
BEA Union Investment Global Bond Fund	97,989,042	-	-	7,003	-	25,579	98,021,624
BEA Union Investment Hong Kong Growth Fund	-	-	71,377,707	423	-	-	71,378,130
BEA Union Investment Greater China Growth Fund	-	-	42,908,594	614	-	-	42,909,208
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund	38,072,584	4,135,480	-	217	-	-	42,208,281
BEA Union Investment Global Equity Fund	-	-	35,907,073	163	-	-	35,907,236
BEA Union Investment Asia Pacific Investment Grade Bond Fund	32,130,192	-	-	1,222	-	16,277	32,147,691
BEA Union Investment Core Accumulation Fund	-	-	-	-	-	-	-
BEA Union Investment Age 65 Plus Fund	-	-	-	-	-	-	-
BEA Union Investment Money Market Fund ⁽¹⁾	<u>1,030,545</u>	<u>-</u>	<u>-</u>	<u>435</u>	<u>4,863,465</u>	<u>-</u>	<u>5,894,445</u>

⁽¹⁾ The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

FOR THE YEAR ENDED 31 DECEMBER 2019

	Interest on bonds HK\$	Interest on certificates of deposit HK\$	Dividend income HK\$	Interest on cash at banks HK\$	Interest on bank deposits HK\$	Other income HK\$	Total HK\$
BEA Union Investment Asia Strategic Growth Fund	-	-	51,026,232	2,518	-	-	51,028,750
BEA Union Investment Global Bond Fund	114,117,414	-	-	64,853	-	-	114,182,267
BEA Union Investment Hong Kong Growth Fund	-	-	76,425,686	2,959	-	-	76,428,645
BEA Union Investment Greater China Growth Fund	-	-	37,444,415	16,913	-	-	37,461,328
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund	37,585,973	5,103,936	-	853	-	-	42,690,762
BEA Union Investment Global Equity Fund	-	-	29,624,699	344	-	-	29,625,043
BEA Union Investment Asia Pacific Investment Grade Bond Fund	43,020,495	-	-	1,472	-	865,455	43,887,422
BEA Union Investment Core Accumulation Fund	-	-	-	-	-	-	-
BEA Union Investment Age 65 Plus Fund	-	-	-	-	-	-	-
BEA Union Investment Money Market Fund ⁽¹⁾	<u>1,516,892</u>	<u>-</u>	<u>-</u>	<u>196</u>	<u>7,191,917</u>	<u>-</u>	<u>8,709,005</u>

⁽¹⁾ The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

This page is intentionally left blank

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

PERFORMANCE TABLE

(A) TOTAL NET ASSET VALUE AND NET ASSET VALUE PER UNIT

Sub-funds	As at 31 December 2020		As at 31 December 2019		As at 31 December 2018	
	Total net asset value	Net asset value per unit	Total net asset value	Net asset value per unit	Total net asset value	Net asset value per unit
BEA Union Investment Asia Strategic Growth Fund						
– Class A (HK\$)	HK\$ 2,853,501,960	HK\$ 537.50	HK\$ 2,105,726,657	HK\$ 405.40	HK\$ 1,747,992,000	HK\$ 335.61
– Class R (US\$)	HK\$ 85,635,369	HK\$ 405.65	HK\$ 75,671,716	HK\$ 310.97	HK\$ 67,369,380	HK\$ 261.65
BEA Union Investment Global Bond Fund						
– Class A (HK\$)	HK\$ 5,102,026,489	HK\$ 141.73	HK\$ 4,443,335,010	HK\$ 130.94	HK\$ 4,727,011,914	HK\$ 122.75
– Class I (HK\$)	HK\$ 1,206,154,466	HK\$ 122.01	HK\$ 894,500,771	HK\$ 112.69	HK\$ 629,958,024	HK\$ 105.61
– Class R (US\$)	HK\$ 410,462,261	HK\$ 121.09	HK\$ 379,118,360	HK\$ 112.92	HK\$ 50,825,596	HK\$ 106.84
BEA Union Investment Hong Kong Growth Fund						
– Class A (HK\$)	HK\$ 4,057,416,760	HK\$ 403.33	HK\$ 2,841,245,691	HK\$ 339.26	HK\$ 1,625,713,727	HK\$ 295.44
– Class R (HK\$)	HK\$ 161,934,108	HK\$ 316.47	HK\$ 188,400,162	HK\$ 270.58	HK\$ 153,520,326	HK\$ 239.51
BEA Union Investment Greater China Growth Fund						
– Class A (HK\$)	HK\$ 2,397,654,645	HK\$ 415.61	HK\$ 1,763,799,218	HK\$ 299.49	HK\$ 1,462,324,365	HK\$ 242.04
– Class R (HK\$)	HK\$ 249,783,018	HK\$ 329.49	HK\$ 185,639,827	HK\$ 241.38	HK\$ 161,190,048	HK\$ 198.33
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund						
– Class A (HK\$)	HK\$ 191,159,495	HK\$ 152.92	HK\$ 168,480,640	HK\$ 142.56	HK\$ 154,764,836	HK\$ 135.87
– Class D (HK\$)	HK\$ 303,642,492	HK\$ 114.05	HK\$ 304,259,055	HK\$ 107.47	HK\$ 297,632,092	HK\$ 103.54
– Class R (HK\$)	HK\$ 1,136,575,722	HK\$ 137.08	HK\$ 1,030,677,284	HK\$ 128.85	HK\$ 1,046,868,767	HK\$ 123.83
BEA Union Investment Global Equity Fund						
– Class A (HK\$)	HK\$ 729,116,899	HK\$ 222.27	HK\$ 601,272,621	HK\$ 189.39	HK\$ 490,473,229	HK\$ 153.14
– Class I (HK\$)	HK\$ 1,177,477,660	HK\$ 155.88	HK\$ 862,781,372	HK\$ 132.76	HK\$ 536,394,209	HK\$ 107.29
– Class R (HK\$) ⁽¹⁾	HK\$ 215,001,358	HK\$ 134.78	HK\$ 186,761,682	HK\$ 116.75	HK\$ 17,263,283	HK\$ 95.98
BEA Union Investment Asia Pacific Investment Grade Bond Fund						
– Class A (HK\$)	HK\$ 806,415,614	HK\$ 144.20	HK\$ 751,473,872	HK\$ 134.56	HK\$ 670,169,235	HK\$ 120.00
– Class R (HK\$)	HK\$ 185,147,661	HK\$ 118.39	HK\$ 312,107,840	HK\$ 111.71	HK\$ 280,560,547	HK\$ 100.73
BEA Union Investment Core Accumulation Fund						
– Class I (HK\$)	HK\$ 1,664,870,677	HK\$ 141.69	HK\$ 1,201,532,663	HK\$ 124.75	HK\$ 730,137,505	HK\$ 106.37
BEA Union Investment Age 65 Plus Fund						
– Class I (HK\$)	HK\$ 684,664,198	HK\$ 126.57	HK\$ 526,645,933	HK\$ 116.24	HK\$ 413,731,683	HK\$ 104.81
BEA Union Investment Money Market Fund ⁽²⁾						
– Class A (HK\$) ⁽³⁾	HK\$ 399,795,301	HK\$ 103.01	HK\$ 395,192,532	HK\$ 101.82	– HK\$	–
– Class I (HK\$) ⁽³⁾	HK\$ 125,329,625	HK\$ 102.40	HK\$ 5,076,167	HK\$ 101.52	– HK\$	–

(1) Class R of BEA Union Investment Global Equity Fund was launched on 13 December 2018.

(2) The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

(3) Class A and Class I of BEA Union Investment Money Market Fund were launched on 9 January 2019.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

PERFORMANCE TABLE (CONTINUED)

(B) FUND EXPENSE RATIO ("FER")

Sub-funds	2020 Transaction costs for the year ended 31 December HK\$	FER for the year ended 31 December ⁽¹⁾
BEA Union Investment Asia Strategic Growth Fund		
– Class A (HK\$)	11,042,131	0.06%
– Class R (US\$)	347,816	1.69%
BEA Union Investment Global Bond Fund		
– Class A (HK\$)	–	0.03%
– Class I (HK\$)	–	0.00%
– Class R (US\$)	–	0.97%
BEA Union Investment Hong Kong Growth Fund		
– Class A (HK\$)	18,439,305	0.05%
– Class R (HK\$)	882,956	1.68%
BEA Union Investment Greater China Growth Fund		
– Class A (HK\$)	14,160,583	0.06%
– Class R (HK\$)	1,481,356	1.71%
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund		
– Class A (HK\$)	–	0.05%
– Class D (HK\$)	–	1.12%
– Class R (HK\$)	–	0.87%
BEA Union Investment Global Equity Fund		
– Class A (HK\$)	227,411	0.06%
– Class I (HK\$)	361,887	0.01%
– Class R (HK\$)	69,252	1.71%
BEA Union Investment Asia Pacific Investment Grade Bond Fund		
– Class A (HK\$)	–	0.06%
– Class R (HK\$)	–	1.15%
BEA Union Investment Core Accumulation Fund		
– Class I (HK\$)	–	0.01%
BEA Union Investment Age 65 Plus Fund		
– Class I (HK\$)	–	0.01%
BEA Union Investment Money Market Fund		
– Class A (HK\$)	–	0.07%
– Class I (HK\$)	–	0.36%

This page is intentionally left blank

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

PERFORMANCE TABLE (CONTINUED)

(C) HIGHEST AND LOWEST PRICES

Sub-funds	2020			2019			2018			2017		
	Highest issue price per unit	Lowest redemption price per unit	Net annualised investment return (Note) %	Highest issue price per unit	Lowest redemption price per unit	Net annualised investment return (Note) %	Highest issue price per unit	Lowest redemption price per unit	Net annualised investment return (Note) %	Highest issue price per unit	Lowest redemption price per unit	Net annualised investment return (Note) %
BEA Union Investment Asia Strategic Growth Fund												
– Class A (HK\$) ⁽¹⁾	HK\$ 537.50	HK\$ 297.75	32.59	HK\$ 406.03	HK\$ 325.93	20.79	HK\$ 447.27	HK\$ 331.37	(17.93)	HK\$ 416.20	HK\$ 283.55	45.07
– Class C (US\$) ⁽²⁾	US\$ –	US\$ –	–	US\$ –	US\$ –	–	US\$ –	US\$ –	–	US\$ –	US\$ –	–
– Class R (US\$)	US\$ 52.32	US\$ 29.33	31.09	US\$ 40.00	US\$ 32.44	19.42	US\$ 45.28	US\$ 33.01	(19.37)	US\$ 42.29	US\$ 29.44	41.56
BEA Union Investment Global Bond Fund												
– Class A (HK\$) ⁽¹⁾	HK\$ 141.78	HK\$ 127.67	8.24	HK\$ 134.14	HK\$ 122.93	6.67	HK\$ 125.66	HK\$ 119.84	0.16	HK\$ 123.83	HK\$ 113.86	6.96
– Class I (HK\$) ⁽⁷⁾	HK\$ 122.05	HK\$ 109.88	8.27	HK\$ 115.43	HK\$ 105.77	6.70	HK\$ 108.09	HK\$ 103.10	0.19	HK\$ 106.50	HK\$ 99.93	5.41
– Class R (US\$)	US\$ 15.62	US\$ 14.16	7.80	US\$ 14.79	US\$ 13.64	6.15	US\$ 14.04	US\$ 13.33	(0.87)	US\$ 13.97	US\$ 13.02	5.03
BEA Union Investment Hong Kong Growth Fund												
– Class A (HK\$)	HK\$ 403.33	HK\$ 265.59	18.89	HK\$ 348.48	HK\$ 286.29	14.83	HK\$ 380.25	HK\$ 283.69	(14.24)	HK\$ 350.95	HK\$ 244.59	41.72
– Class R (HK\$)	HK\$ 316.47	HK\$ 211.08	16.96	HK\$ 281.16	HK\$ 232.06	12.97	HK\$ 312.98	HK\$ 230.62	(15.62)	HK\$ 289.70	HK\$ 204.83	39.43
BEA Union Investment Greater China Growth Fund												
– Class A (HK\$)	HK\$ 415.61	HK\$ 239.30	38.77	HK\$ 300.44	HK\$ 234.21	23.74	HK\$ 314.50	HK\$ 235.78	(14.00)	HK\$ 291.44	HK\$ 196.44	43.83
– Class R (HK\$)	HK\$ 329.49	HK\$ 192.19	36.50	HK\$ 242.17	HK\$ 191.89	21.71	HK\$ 261.71	HK\$ 193.74	(15.41)	HK\$ 243.20	HK\$ 166.33	41.47
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund												
– Class A (HK\$)	HK\$ 152.92	HK\$ 142.49	7.27	HK\$ 144.11	HK\$ 135.73	4.92	HK\$ 135.87	HK\$ 131.95	1.57	HK\$ 135.63	HK\$ 128.94	3.71
– Class D (HK\$) ⁽³⁾	HK\$ 114.05	HK\$ 107.41	6.12	HK\$ 109.02	HK\$ 103.37	3.80	HK\$ 103.54	HK\$ 101.15	0.49	HK\$ 104.82	HK\$ 100.38	2.62
– Class R (HK\$)	HK\$ 137.08	HK\$ 128.78	6.39	HK\$ 130.60	HK\$ 123.64	4.05	HK\$ 123.83	HK\$ 120.87	0.74	HK\$ 124.95	HK\$ 119.45	2.86
BEA Union Investment Global Equity Fund ⁽⁴⁾												
– Class A (HK\$)	HK\$ 222.27	HK\$ 132.82	17.36	HK\$ 189.79	HK\$ 150.22	23.67	HK\$ 179.75	HK\$ 147.00	(7.79)	HK\$ 166.38	HK\$ 133.82	24.71
– Class I (HK\$) ⁽⁷⁾	HK\$ 155.88	HK\$ 93.11	17.41	HK\$ 133.03	HK\$ 105.24	23.74	HK\$ 125.86	HK\$ 102.98	(7.73)	HK\$ 116.49	HK\$ 99.57	16.28
– Class R (HK\$) ⁽⁹⁾	HK\$ 134.78	HK\$ 81.57	15.44	HK\$ 117.02	HK\$ 94.13	21.64	HK\$ 98.35	HK\$ 92.16	(4.02)	HK\$ –	HK\$ –	–
BEA Union Investment Asia Pacific Investment Grade Bond Fund ⁽⁵⁾												
– Class A (HK\$)	HK\$ 144.20	HK\$ 129.38	7.16	HK\$ 135.04	HK\$ 120.31	12.13	HK\$ 120.00	HK\$ 116.81	0.58	HK\$ 119.36	HK\$ 112.35	6.23
– Class R (HK\$) ⁽⁸⁾	HK\$ 118.47	HK\$ 107.15	5.98	HK\$ 112.42	HK\$ 100.97	10.90	HK\$ 101.18	HK\$ 98.64	(0.51)	HK\$ 101.62	HK\$ 99.43	1.25
BEA Union Investment Core Accumulation Fund ⁽⁶⁾												
– Class I (HK\$) ⁽⁷⁾	HK\$ 141.69	HK\$ 101.72	13.58	HK\$ 124.96	HK\$ 105.31	17.28	HK\$ 116.36	HK\$ 103.75	(3.94)	HK\$ 110.84	HK\$ 99.86	10.73
BEA Union Investment Age 65 Plus Fund ⁽⁶⁾												
– Class I (HK\$) ⁽⁷⁾	HK\$ 126.57	HK\$ 109.11	8.89	HK\$ 116.41	HK\$ 104.71	10.91	HK\$ 106.98	HK\$ 103.82	(0.33)	HK\$ 105.33	HK\$ 100.04	5.16
BEA Union Investment Money Market Fund ⁽¹⁰⁾												
– Class A (HK\$) ⁽¹¹⁾	HK\$ 103.01	HK\$ 101.76	1.17	HK\$ 101.84	HK\$ 99.99	1.82	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–
– Class I (HK\$) ⁽¹¹⁾	HK\$ 102.40	HK\$ 101.46	0.87	HK\$ 101.56	HK\$ 99.99	1.52	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–

(1) The denominations of Class A redeemable units of BEA Union Investment Asia Strategic Growth Fund and BEA Union Investment Global Bond Fund were changed from USD to HKD, effective from 5 July 2013.

(2) With effect from 25 April 2014, Class C units were merged into Class R units.

(3) Class D of BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund was launched on 14 May 2015.

(4) The launch date for BEA Union Investment Global Equity Fund was 4 October 2012.

(5) The launch date for BEA Union Investment Asia Pacific Investment Grade Bond Fund was 20 June 2014.

(6) The launch date for BEA Union Investment Core Accumulation Fund and BEA Union Investment Age 65 Plus Fund was 1 April 2017.

(7) Class I of BEA Union Investment Global Bond Fund, BEA Union Investment Global Equity Fund, BEA Union Investment Core Accumulation Fund and BEA Union Investment Age 65 Plus Fund were launched on 1 April 2017.

(8) Class R of BEA Union Investment Asia Pacific Investment Grade Bond Fund was launched on 19 June 2017.

(9) Class R of BEA Union Investment Global Equity Fund was launched on 13 December 2018.

(10) The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

(11) Class A and Class I of BEA Union Investment Money Market Fund were launched on 9 January 2019.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

PERFORMANCE TABLE (CONTINUED)

(C) HIGHEST AND LOWEST PRICES (CONTINUED)

Sub-funds	2016			2015			2014		
	Highest issue price per unit	Lowest redemption price per unit	Net annualised investment return (Note) %	Highest issue price per unit	Lowest redemption price per unit	Net annualised investment return (Note) %	Highest issue price per unit	Lowest redemption price per unit	Net annualised investment return (Note) %
BEA Union Investment Asia Strategic Growth Fund									
– Class A (HK\$) ⁽¹⁾	HK\$ 310.98	HK\$ 240.77	4.03	HK\$ 348.06	HK\$ 245.19	(10.73)	HK\$ 329.90	HK\$ 284.47	(1.26)
– Class C (US\$) ⁽²⁾	US\$ –	US\$ –	–	US\$ –	US\$ –	–	US\$ 33.57	US\$ 30.94	N/A
– Class R (US\$)	US\$ 32.41	US\$ 25.17	2.31	US\$ 37.17	US\$ 26.03	(12.13)	US\$ 35.60	US\$ 30.94	(2.83)
BEA Union Investment Global Bond Fund									
– Class A (HK\$) ⁽¹⁾	HK\$ 124.20	HK\$ 112.43	2.12	HK\$ 116.15	HK\$ 110.27	(3.22)	HK\$ 117.20	HK\$ 112.64	2.52
– Class I (HK\$) ⁽⁷⁾	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–
– Class R (US\$)	US\$ 14.25	US\$ 12.95	1.16	US\$ 13.53	US\$ 12.79	(4.07)	US\$ 13.71	US\$ 13.25	1.58
BEA Union Investment Hong Kong Growth Fund									
– Class A (HK\$)	HK\$ 267.54	HK\$ 201.20	0.38	HK\$ 315.36	HK\$ 224.38	(6.59)	HK\$ 270.03	HK\$ 225.93	4.56
– Class R (HK\$)	HK\$ 225.22	HK\$ 170.97	(1.25)	HK\$ 271.47	HK\$ 192.01	(8.10)	HK\$ 234.90	HK\$ 198.02	2.87
BEA Union Investment Greater China Growth Fund									
– Class A (HK\$)	HK\$ 216.60	HK\$ 164.33	1.76	HK\$ 249.80	HK\$ 176.53	(6.28)	HK\$ 213.05	HK\$ 181.52	4.23
– Class R (HK\$)	HK\$ 184.15	HK\$ 141.35	0.09	HK\$ 217.49	HK\$ 152.88	(7.81)	HK\$ 187.49	HK\$ 161.26	2.53
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund									
– Class A (HK\$)	HK\$ 133.89	HK\$ 126.55	0.51	HK\$ 128.90	HK\$ 124.31	3.13	HK\$ 125.25	HK\$ 119.63	3.85
– Class D (HK\$) ⁽³⁾	HK\$ 104.67	HK\$ 99.54	(0.58)	HK\$ 101.65	HK\$ 99.59	1.00	HK\$ –	HK\$ –	–
– Class R (HK\$)	HK\$ 124.44	HK\$ 118.18	(0.33)	HK\$ 120.59	HK\$ 117.10	2.28	HK\$ 118.07	HK\$ 113.61	2.99
BEA Union Investment Global Equity Fund ⁽⁴⁾									
– Class A (HK\$)	HK\$ 136.08	HK\$ 114.29	4.92	HK\$ 132.11	HK\$ 119.26	2.56	HK\$ 127.31	HK\$ 114.51	1.78
– Class I (HK\$) ⁽⁷⁾	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–
– Class R (HK\$) ⁽⁹⁾	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–
BEA Union Investment Asia Pacific Investment Grade Bond Fund ⁽⁵⁾									
– Class A (HK\$)	HK\$ 115.72	HK\$ 107.53	4.68	HK\$ 107.78	HK\$ 102.90	4.42	HK\$ 103.00	HK\$ 99.75	2.75
– Class R (HK\$) ⁽⁸⁾	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–
BEA Union Investment Core Accumulation Fund ⁽⁶⁾									
– Class I (HK\$) ⁽⁷⁾	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–
BEA Union Investment Age 65 Plus Fund ⁽⁶⁾									
– Class I (HK\$) ⁽⁷⁾	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–
BEA Union Investment Money Market Fund ⁽¹⁰⁾									
– Class A (HK\$) ⁽¹¹⁾	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–
– Class I (HK\$) ⁽¹¹⁾	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–

(1) The denominations of Class A redeemable units of BEA Union Investment Asia Strategic Growth Fund and BEA Union Investment Global Bond Fund were changed from USD to HKD, effective from 5 July 2013.

(2) With effect from 25 April 2014, Class C units were merged into Class R units.

(3) Class D of BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund was launched on 14 May 2015.

(4) The launch date for BEA Union Investment Global Equity Fund was 4 October 2012.

(5) The launch date for BEA Union Investment Asia Pacific Investment Grade Bond Fund was 20 June 2014.

(6) The launch date for BEA Union Investment Core Accumulation Fund and BEA Union Investment Age 65 Plus Fund was 1 April 2017.

(7) Class I of BEA Union Investment Global Bond Fund, BEA Union Investment Global Equity Fund, BEA Union Investment Core Accumulation Fund and BEA Union Investment Age 65 Plus Fund were launched on 1 April 2017.

(8) Class R of BEA Union Investment Asia Pacific Investment Grade Bond Fund was launched on 19 June 2017.

(9) Class R of BEA Union Investment Global Equity Fund was launched on 13 December 2018.

(10) The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

(11) Class A and Class I of BEA Union Investment Money Market Fund were launched on 9 January 2019.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

PERFORMANCE TABLE (CONTINUED)

(C) HIGHEST AND LOWEST PRICES (CONTINUED)

Sub-funds	2013			2012			2011		
	Highest issue price per unit	Lowest redemption price per unit	Net annualised investment return (Note) %	Highest issue price per unit	Lowest redemption price per unit	Net annualised investment return (Note) %	Highest issue price per unit	Lowest redemption price per unit	Net annualised investment return (Note) %
BEA Union Investment Asia Strategic Growth Fund									
– Class A (HK\$) ⁽¹⁾	HK\$ 309.98	HK\$ 258.26	8.10	US\$ 36.71	US\$ 29.72	23.29	US\$ 38.83	US\$ 26.36	(17.86)
– Class C (US\$) ⁽²⁾	US\$ 33.86	US\$ 28.39	6.31	US\$ 31.57	US\$ 25.78	21.32	US\$ 34.31	US\$ 23.12	(19.21)
– Class R (US\$)	US\$ 33.86	US\$ 28.39	6.31	US\$ 31.57	US\$ 25.78	21.32	US\$ 34.31	US\$ 23.12	(19.21)
BEA Union Investment Global Bond Fund									
– Class A (HK\$) ⁽¹⁾	HK\$ 113.33	HK\$ 110.46	0.25	US\$ 14.57	US\$ 14.05	1.82	US\$ 14.73	US\$ 13.24	6.09
– Class I (HK\$) ⁽⁷⁾	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–
– Class R (US\$)	US\$ 13.41	US\$ 13.05	(0.75)	US\$ 13.46	US\$ 13.03	0.90	US\$ 13.74	US\$ 12.41	5.15
BEA Union Investment Hong Kong Growth Fund									
– Class A (HK\$)	HK\$ 254.24	HK\$ 202.94	8.48	HK\$ 228.69	HK\$ 184.19	22.80	HK\$ 245.05	HK\$ 162.91	(20.61)
– Class R (HK\$)	HK\$ 223.91	HK\$ 180.01	6.73	HK\$ 204.55	HK\$ 166.21	20.82	HK\$ 226.12	HK\$ 148.61	(21.89)
BEA Union Investment Greater China Growth Fund									
– Class A (HK\$)	HK\$ 199.15	HK\$ 158.29	14.54	HK\$ 171.90	HK\$ 137.30	23.45	HK\$ 186.73	HK\$ 124.78	(21.96)
– Class R (HK\$)	HK\$ 177.45	HK\$ 142.07	12.66	HK\$ 155.64	HK\$ 125.39	21.44	HK\$ 173.40	HK\$ 115.22	(23.24)
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund									
– Class A (HK\$)	HK\$ 122.02	HK\$ 118.58	(0.81)	HK\$ 120.81	HK\$ 115.79	4.23	HK\$ 116.83	HK\$ 111.30	3.59
– Class D (HK\$) ⁽³⁾	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–
– Class R (HK\$)	HK\$ 116.55	HK\$ 112.93	(1.63)	HK\$ 115.73	HK\$ 111.85	3.33	HK\$ 113.10	HK\$ 108.27	2.73
BEA Union Investment Global Equity Fund ⁽⁴⁾									
– Class A (HK\$)	HK\$ 121.58	HK\$ 101.12	22.23	HK\$ 100.64	HK\$ 93.31	(0.53)	HK\$ –	HK\$ –	–
– Class I (HK\$) ⁽⁷⁾	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–
– Class R (HK\$) ⁽⁹⁾	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–
BEA Union Investment Asia Pacific Investment Grade Bond Fund ⁽⁵⁾									
– Class A (HK\$)	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–
– Class R (HK\$) ⁽⁸⁾	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–
BEA Union Investment Core Accumulation Fund ⁽⁶⁾									
– Class I (HK\$) ⁽⁷⁾	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–
BEA Union Investment Age 65 Plus Fund ⁽⁶⁾									
– Class I (HK\$) ⁽⁷⁾	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–
BEA Union Investment Money Market Fund ⁽¹⁰⁾									
– Class A (HK\$) ⁽¹¹⁾	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–
– Class I (HK\$) ⁽¹¹⁾	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–	HK\$ –	HK\$ –	–

(1) The denominations of Class A redeemable units of BEA Union Investment Asia Strategic Growth Fund and BEA Union Investment Global Bond Fund were changed from USD to HKD, effective from 5 July 2013.

(2) With effect from 25 April 2014, Class C units were merged into Class R units.

(3) Class D of BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund was launched on 14 May 2015.

(4) The launch date for BEA Union Investment Global Equity Fund was 4 October 2012.

(5) The launch date for BEA Union Investment Asia Pacific Investment Grade Bond Fund was 20 June 2014.

(6) The launch date for BEA Union Investment Core Accumulation Fund and BEA Union Investment Age 65 Plus Fund was 1 April 2017.

(7) Class I of BEA Union Investment Global Bond Fund, BEA Union Investment Global Equity Fund, BEA Union Investment Core Accumulation Fund and BEA Union Investment Age 65 Plus Fund were launched on 1 April 2017.

(8) Class R of BEA Union Investment Asia Pacific Investment Grade Bond Fund was launched on 19 June 2017.

(9) Class R of BEA Union Investment Global Equity Fund was launched on 13 December 2018.

(10) The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

(11) Class A and Class I of BEA Union Investment Money Market Fund were launched on 9 January 2019.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

PERFORMANCE TABLE (CONTINUED)

(C) HIGHEST AND LOWEST PRICES (CONTINUED)

Note: The net annualised investment return represents the percentage change in unit price during each of these years except for the net investment return in the first financial year which was calculated as the percentage change in unit price between the unit price at the year end date and the initial offer price.

BEA Union Investment Asia Strategic Growth Fund commenced to issue Class A units on 15 April 2003, Class C and Class R (formerly Class B) units on 8 September 2003. With effect from 25 April 2014, Class C units were merged into Class R units.

BEA Union Investment Global Bond Fund commenced to issue Class A and Class R (formerly Class B) units on 1 March 2004 and Class I units on 1 April 2017.

BEA Union Investment Hong Kong Growth Fund commenced to issue Class A and Class R (formerly Class B) units on 10 December 2004.

BEA Union Investment Greater China Growth Fund commenced to issue Class A units on 6 December 2006 and Class R (formerly Class B) units on 1 September 2006.

BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund commenced to issue Class A units on 6 November 2007, Class R (formerly Class B) units on 2 June 2008 and Class D units on 14 May 2015.

BEA Union Investment Global Equity Fund commenced to issue Class A units on 4 October 2012, Class I units on 1 April 2017 and Class R units on 13 December 2018.

BEA Union Investment Asia Pacific Investment Grade Bond Fund commenced to issue Class A units on 20 June 2014 and Class R units on 19 June 2017.

BEA Union Investment Core Accumulation Fund commenced to issue Class I units on 1 April 2017.

BEA Union Investment Age 65 Plus Fund commenced to issue Class I units on 1 April 2017.

BEA Union Investment Money Market Fund commenced to issue Class A units and Class I units on 9 January 2019.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

INFORMATION ON EXPOSURE ARISING FROM FINANCIAL DERIVATIVE INSTRUMENTS

BEA UNION INVESTMENT GLOBAL BOND FUND

	Gross exposure ⁽¹⁾			Net exposure ⁽²⁾		
	Highest	Lowest	Average	Highest	Lowest	Average
Foreign currency forward contracts	63.30%	36.99%	45.49%	–	–	–

BEA UNION INVESTMENT GLOBAL EQUITY FUND

	Gross exposure ⁽¹⁾			Net exposure ⁽²⁾		
	Highest	Lowest	Average	Highest	Lowest	Average
Foreign currency forward contracts	104.39%	29.43%	39.28%	–	–	–

BEA UNION INVESTMENT ASIA PACIFIC INVESTMENT GRADE BOND FUND

	Gross exposure ⁽¹⁾			Net exposure ⁽²⁾		
	Highest	Lowest	Average	Highest	Lowest	Average
Foreign currency forward contracts	138.00%	31.81%	49.35%	–	–	–

(1) Gross exposure arising from the use of financial derivative instruments for any purposes, with reference to equivalent market value of the underlying assets of the financial derivative instruments, as a proportion to the scheme's total net asset value.

(2) The positions of financial derivative instruments acquired by a scheme for investment purposes are converted into the equivalent position in the underlying assets of the financial derivative instruments, taking into account the prevailing market value of the underlying assets, the counterparty risk, future market movements and time available to liquidate the positions.

Conversion method of calculating exposure of non-exhaustive list of derivatives

Type of Derivatives

Conversion Method

Foreign currency forward contracts

Notional value of currency leg(s)

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020

INVESTMENT PORTFOLIO

BEA UNION INVESTMENT ASIA STRATEGIC GROWTH FUND

	Holding shares/ units	Market value HK\$	% of net assets
Listed/quoted investments (97.74%)			
Equities (96.25%)			
<i>China and Hong Kong (48.01%)</i>			
AIA Group Ltd	850,000	80,750,000	2.75
Air China Ltd – H	2,274,000	13,871,400	0.47
Alibaba Group Holding Ltd	130,000	30,238,000	1.03
A-Living Smart City Services Co Ltd – H	550,000	18,920,000	0.65
BOC Aviation Ltd	250,000	16,750,000	0.57
BOE Technology Group Co Ltd – A	2,500,000	17,902,695	0.61
China Construction Bank Corp – H	4,400,000	25,916,000	0.88
China Life Insurance Co Ltd – H	1,900,000	32,490,000	1.11
China Mengniu Dairy Co Ltd	690,000	32,292,000	1.10
China Merchants Bank Co Ltd – H	400,000	19,600,000	0.67
China Mobile Ltd	280,000	12,376,000	0.42
China Oilfield Services Ltd – H	2,000,000	13,120,000	0.45
China Resources Beer Holdings Co Ltd	216,000	15,422,400	0.52
China Resources Mixc Lifestyle Services Ltd	48,000	1,725,600	0.06
CIFI Holdings Group Co Ltd	1,800,000	11,826,000	0.40
CITIC Securities Co Ltd – H	1,005,500	17,576,140	0.60
CK Asset Holdings Ltd	150,000	5,970,000	0.20
CK Hutchison Holdings Ltd	150,000	8,115,000	0.28
CNOOC Ltd	3,200,000	22,976,000	0.78
Galaxy Entertainment Group Ltd	290,000	17,472,500	0.59
GDS Holdings Ltd – CL A	150,000	13,552,500	0.46
Geely Automobile Holdings Ltd	1,050,000	27,825,000	0.95
Gigadevice Semiconductor Beijing Inc – A	55,000	12,964,535	0.44
GoerTek Inc – A	449,916	20,040,116	0.68
Hong Kong Exchanges & Clearing Ltd	100,000	42,500,000	1.45
Industrial & Commercial Bank of China Ltd – H	2,500,000	12,575,000	0.43
JD.com Inc – CL A	127,450	43,587,900	1.48
Jiangsu Hengrui Medicine Co Ltd – A	203,974	27,134,449	0.92
Kunlun Energy Co Ltd	2,000,000	13,400,000	0.46
Kweichow Moutai Co Ltd – A	8,000	19,077,112	0.65

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT ASIA STRATEGIC GROWTH FUND (CONTINUED)

	Holding shares/ units	Market value HK\$	% of net assets
Listed/quoted investments (97.74%) (continued)			
Equities (96.25%) (continued)			
<i>China and Hong Kong (48.01%) (continued)</i>			
KWG Group Holdings Ltd	1,700,000	17,986,000	0.61
Longfor Group Holdings Ltd	357,500	16,230,500	0.55
Luxshare Precision Industry Co Ltd – A	869,982	58,271,350	1.98
Meituan – CL B	440,000	129,624,000	4.41
Melco International Development Ltd	1,100,000	16,588,000	0.56
New World Development Co Ltd	500,000	18,050,000	0.61
Ping An Insurance Group Co of China Ltd – H	430,000	40,850,000	1.39
PRADA SpA	500,000	25,600,000	0.87
Shenzhen International Group Holdings Ltd	130,000	19,760,000	0.67
Shimao Group Holdings Ltd	430,000	10,621,000	0.36
Sino Biopharmaceutical Ltd	3,000,000	22,500,000	0.77
SJM Holdings Ltd	2,000,000	17,340,000	0.59
Sunac China Holdings Ltd	550,000	15,757,500	0.54
Sunny Optical Technology Group Co Ltd	100,000	16,970,000	0.58
Techtronic Industries Co Ltd	260,000	28,756,000	0.98
Tencent Holdings Ltd	424,300	239,305,200	8.14
Wharf Real Estate Investment Co Ltd	142,000	5,729,700	0.19
Wuxi Biologics Cayman Inc	480,000	49,344,000	1.68
Zhaojin Mining Industry Co Ltd – H	1,500,000	13,845,000	0.47
<i>Indonesia (1.79%)</i>			
Bank Central Asia Tbk PT	1,551,900	28,989,279	0.99
Bank Mandiri Persero Tbk PT	3,374,900	11,779,760	0.40
Telkom Indonesia Persero Tbk PT	6,369,800	11,635,064	0.40

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT ASIA STRATEGIC GROWTH FUND (CONTINUED)

	Holding shares/ units	Market value HK\$	% of net assets
Listed/quoted investments (97.74%) (continued)			
Equities (96.25%) (continued)			
<i>Korea (21.24%)</i>			
Douzone Bizon Co Ltd	21,126	15,682,697	0.53
Kakao Corp	19,235	53,477,339	1.82
KT&G Corp	23,525	13,954,067	0.47
LG Household & Health Care Ltd	1,935	22,375,158	0.76
NAVER Corp	22,793	47,588,005	1.62
NCSOFT Corp	3,522	23,405,028	0.80
NHN KCP Corp	29,096	14,226,366	0.48
Samsung Electronics Co Ltd	457,809	264,691,186	9.01
Samsung Electronics Co Ltd – PFD	63,463	33,340,227	1.14
Samsung SDI Co Ltd	13,327	59,739,582	2.03
Shinhan Financial Group Co Ltd	86,157	19,710,096	0.67
SK Hynix Inc	66,423	56,183,265	1.91
<i>Malaysia (0.50%)</i>			
Dialog Group Bhd	2,231,200	14,838,163	0.50
<i>Singapore (2.25%)</i>			
DBS Group Holdings Ltd	221,100	32,480,645	1.11
Oversea-Chinese Banking Corp Ltd	487,800	28,789,980	0.98
UG Healthcare Corp Ltd	1,348,200	4,627,131	0.16
<i>Taiwan (20.31%)</i>			
Airtac International Group	50,000	12,418,197	0.42
ASPEED Technology Inc	30,000	14,198,138	0.48
Evergreen Marine Corp Taiwan Ltd	1,874,000	21,047,960	0.72
Genius Electronic Optical Co Ltd	158,136	24,743,426	0.84
Global PMX Co Ltd	200,000	9,465,426	0.32
Hiwin Technologies Corp	240,000	25,465,582	0.87
Hon Hai Precision Industry Co Ltd	1,200,000	30,465,976	1.04
Largan Precision Co Ltd	26,000	22,923,991	0.78

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT ASIA STRATEGIC GROWTH FUND (CONTINUED)

	Holding shares/ units	Market value HK\$	% of net assets
Listed/quoted investments (97.74%) (continued)			
Equities (96.25%) (continued)			
<i>Taiwan (20.31%) (continued)</i>			
MediaTek Inc	200,000	41,228,413	1.40
Realtek Semiconductor Corp	194,000	20,905,896	0.71
Silergy Corp	40,000	26,602,537	0.91
Taiwan Semiconductor Manufacturing Co Ltd	1,950,000	285,204,586	9.70
Unimicron Technology Corp	900,000	21,707,008	0.74
Vanguard International Semiconductor Corp	720,000	23,048,173	0.79
Wiwynn Corp	90,000	17,484,821	0.59
<i>Thailand (0.44%)</i>			
Carabao Group PCL – NVDR	440,500	13,053,583	0.44
<i>The Philippines (0.58%)</i>			
International Container Terminal Services Inc	849,870	16,946,530	0.58
<i>The United States of America (1.13%)</i>			
ACM Research Inc – CL A	30,000	18,900,037	0.64
New Oriental Education & Technology Group Inc – ADR	10,000	14,407,450	0.49
Real estate investment trust (1.49%)			
<i>China and Hong Kong (0.55%)</i>			
Link REIT	230,000	16,238,000	0.55
<i>Singapore (0.94%)</i>			
Ascendas Real Estate Investment Trust	1,588,476	27,771,447	0.94
Total listed/quoted investments		2,872,834,812	97.74
Other net assets		66,302,517	2.26
Total investments, at cost		1,975,403,476	
Total net assets		2,939,137,329	100.00

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

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT GLOBAL BOND FUND

	Nominal value	Market value HK\$	% of net assets
Listed/quoted investments (94.62%)			
Bonds (94.62%)			
<i>Denominated in Australian dollar (2.91%)</i>			
Australia Government Bond 0.25% 21/11/2025	5,000,000	29,815,910	0.44
Australia Government Bond 1.00% 21/12/2030	2,000,000	12,004,135	0.18
Australia Government Bond 2.50% 21/05/2030	3,500,000	23,995,983	0.36
Australia Government Bond 3.25% 21/04/2029	11,000,000	79,262,697	1.18
Australia Government Bond 4.25% 21/04/2026	7,000,000	50,731,739	0.75
<i>Denominated in British pound (6.12%)</i>			
Nationwide Building Society 3.25% 20/01/2028	1,000,000	12,852,548	0.19
United Kingdom Gilt 1.50% 22/07/2026	5,000,000	57,946,247	0.86
United Kingdom Gilt 1.50% 22/07/2047	7,000,000	88,256,272	1.31
United Kingdom Gilt 1.75% 07/09/2037	6,000,000	75,810,636	1.13
United Kingdom Gilt 1.75% 22/01/2049	2,000,000	26,834,934	0.40
United Kingdom Gilt 3.50% 22/01/2045	2,000,000	34,498,142	0.51
United Kingdom Gilt 4.75% 07/12/2030	7,500,000	115,354,707	1.72
<i>Denominated in Canadian dollar (1.47%)</i>			
Canada Housing Trust No 1 1.80% 15/12/2024	3,000,000	19,200,306	0.29
Canada Housing Trust No 1 1.95% 15/12/2025	3,000,000	19,459,033	0.29
Canadian Government Bond 1.50% 01/06/2026	2,500,000	16,121,931	0.24
Canadian Government Bond 2.00% 01/06/2028	5,000,000	33,767,423	0.50
Canadian Government Bond 2.25% 01/06/2025	1,500,000	9,911,697	0.15
<i>Denominated in Euro (27.90%)</i>			
Allianz Finance II BV 0.50% 14/01/2031	1,000,000	9,945,019	0.15
Bundesrepublik Deutschland Bundesanleihe 0.00% 15/02/2030	2,000,000	20,046,342	0.30
Bundesrepublik Deutschland Bundesanleihe 0.00% 15/08/2030	6,400,000	64,159,224	0.95
Bundesrepublik Deutschland Bundesanleihe 0.00% 15/08/2050	6,500,000	64,713,392	0.96
Bundesrepublik Deutschland Bundesanleihe 0.25% 15/08/2028	6,000,000	61,117,087	0.91
Bundesrepublik Deutschland Bundesanleihe 1.25% 15/08/2048	10,500,000	140,822,169	2.10
European Union 0.00% 04/07/2035	2,300,000	22,446,461	0.33
European Union 0.30% 04/11/2050	2,000,000	20,575,917	0.31

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT GLOBAL BOND FUND (CONTINUED)

	Nominal value	Market value HK\$	% of net assets
Listed/quoted investments (94.62%) (continued)			
Bonds (94.62%) (continued)			
<i>Denominated in Euro (27.90%) (continued)</i>			
French Republic Government Bond OAT 0.00% 25/11/2029	2,000,000	19,686,207	0.29
French Republic Government Bond OAT 0.50% 25/05/2040	3,000,000	30,814,567	0.46
French Republic Government Bond OAT 0.75% 25/05/2052	13,500,000	143,366,545	2.13
French Republic Government Bond OAT 1.25% 25/05/2034	2,000,000	22,749,607	0.34
French Republic Government Bond OAT 1.50% 25/05/2031	10,500,000	119,858,176	1.78
French Republic Government Bond OAT 1.50% 25/05/2050	3,000,000	38,204,786	0.57
French Republic Government Bond OAT 2.50% 25/05/2030	8,000,000	98,127,953	1.46
Italy Buoni Poliennali Del Tesoro 1.45% 15/11/2024	6,000,000	60,713,531	0.90
Italy Buoni Poliennali Del Tesoro 1.60% 01/06/2026	5,000,000	51,600,733	0.77
Italy Buoni Poliennali Del Tesoro 2.00% 01/02/2028	5,000,000	53,761,573	0.80
Italy Buoni Poliennali Del Tesoro 2.05% 01/08/2027	5,000,000	53,708,344	0.80
Italy Buoni Poliennali Del Tesoro 2.20% 01/06/2027	4,000,000	43,020,963	0.64
Italy Buoni Poliennali Del Tesoro 2.50% 01/12/2024	5,000,000	52,522,725	0.78
Italy Buoni Poliennali Del Tesoro 2.80% 01/12/2028	5,000,000	56,796,038	0.85
Italy Buoni Poliennali Del Tesoro 3.35% 01/03/2035	3,000,000	38,267,341	0.57
Italy Buoni Poliennali Del Tesoro 3.50% 01/03/2030	3,000,000	36,646,604	0.55
Italy Buoni Poliennali Del Tesoro 4.50% 01/03/2026	3,500,000	41,465,014	0.62
Italy Buoni Poliennali Del Tesoro 5.25% 01/11/2029	5,000,000	67,898,575	1.01
La Banque Postale SA 0.25% 12/07/2026	1,000,000	9,641,167	0.14
Mitsubishi UFJ Financial Group Inc 0.848% 19/07/2029	1,000,000	10,116,399	0.15
Shinhan Bank Co Ltd 0.25% 16/10/2024	2,500,000	24,159,424	0.36
Spain Government Bond 1.40% 30/07/2028	3,000,000	32,077,066	0.48
Spain Government Bond 1.50% 30/04/2027	6,000,000	64,139,581	0.95
Spain Government Bond 1.95% 30/04/2026	6,000,000	64,896,826	0.97
Spain Government Bond 1.95% 30/07/2030	4,000,000	45,350,542	0.67
Spain Government Bond 2.35% 30/07/2033	3,000,000	36,240,940	0.54
Spain Government Bond 2.70% 31/10/2048	1,500,000	20,990,886	0.31
Spain Government Bond 4.20% 31/01/2037	2,000,000	30,968,189	0.46
Spain Government Bond 6.00% 31/01/2029	7,000,000	103,171,746	1.54

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT GLOBAL BOND FUND (CONTINUED)

	Nominal value	Market value HK\$	% of net assets
Listed/quoted investments (94.62%) (continued)			
Bonds (94.62%) (continued)			
<i>Denominated in Hong Kong dollar (0.36%)</i>			
China Overseas Finance Cayman VIII Ltd 2.90% 15/01/2025	23,000,000	24,220,768	0.36
<i>Denominated in Indonesian rupiah (1.48%)</i>			
Indonesia Treasury Bond 7.00% 15/05/2027	165,000,000,000	99,103,546	1.48
<i>Denominated in Japanese yen (15.83%)</i>			
Bank of China Ltd/Tokyo 0.42% 29/11/2021	500,000,000	37,608,384	0.56
Berkshire Hathaway Inc 0.17% 13/09/2024	900,000,000	67,025,633	1.00
Berkshire Hathaway Inc 0.44% 13/09/2029	300,000,000	21,841,600	0.32
BPCE SA 0.192% 24/06/2024	500,000,000	37,305,857	0.56
Canadian Imperial Bank of Commerce 0.295% 18/10/2024	500,000,000	37,591,436	0.56
China Construction Bank Corp/Tokyo 0.21% 24/06/2022	700,000,000	52,298,766	0.78
China Eastern Airlines Corp Ltd 0.64% 16/03/2021	100,000,000	7,527,923	0.11
China Eastern Airlines Corp Ltd 0.64% 16/03/2021	100,000,000	7,527,923	0.11
Citigroup Inc 2.40% 31/10/2025	180,000,000	14,583,869	0.22
Corning Inc 0.698% 09/08/2024	250,000,000	18,543,055	0.28
Electricite de France SA 1.088% 26/01/2027	400,000,000	31,017,238	0.46
Foxconn Far East Ltd 0.52% 20/09/2022	200,000,000	15,030,017	0.22
Foxconn Far East Ltd 0.70% 20/09/2024	100,000,000	7,504,675	0.11
Japan Government Ten Year Bond 0.10% 20/03/2030	650,000,000	49,319,539	0.73
Japan Government Twenty Year Bond 0.30% 20/12/2039	850,000,000	62,806,930	0.93
Japan Government Twenty Year Bond 0.50% 20/12/2038	1,100,000,000	84,718,732	1.26

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT GLOBAL BOND FUND (CONTINUED)

	Nominal value	Market value HK\$	% of net assets
Listed/quoted investments (94.62%) (continued)			
Bonds (94.62%) (continued)			
<i>Denominated in Japanese yen (15.83%) (continued)</i>			
Japan Government Twenty Year Bond 0.70% 20/09/2038	700,000,000	55,884,532	0.83
Japan Government Twenty Year Bond 1.30% 20/06/2035	500,000,000	43,345,196	0.65
Japan Government Thirty Year Bond 0.40% 20/06/2049	1,100,000,000	77,887,322	1.16
Japan Government Thirty Year Bond 0.40% 20/03/2050	500,000,000	35,315,319	0.53
Japan Government Thirty Year Bond 0.50% 20/03/2049	1,100,000,000	80,330,216	1.20
Japan Government Thirty Year Bond 0.70% 20/12/2048	700,000,000	53,828,644	0.80
MetLife Inc 0.495% 22/05/2026	500,000,000	37,616,288	0.56
Societe Generale SA 0.472% 27/02/2025	500,000,000	37,043,260	0.55
Swedbank AB 0.369% 06/07/2023	300,000,000	22,566,105	0.34
Walmart Inc 0.183% 15/07/2022	200,000,000	15,001,401	0.22
Walmart Inc 0.298% 18/07/2024	300,000,000	22,568,544	0.34
Walmart Inc 0.52% 16/07/2027	400,000,000	29,902,722	0.44
<i>Denominated in Singapore dollar (0.19%)</i>			
CapitaLand Treasury Ltd 3.08% 19/10/2027	2,000,000	12,499,043	0.19
<i>Denominated in United States dollar (38.36%)</i>			
AIA Group Ltd 3.20% 16/09/2040	3,500,000	29,212,531	0.43
AIA Group Ltd 3.375% 07/04/2030	2,500,000	21,861,722	0.32
Amipeace Ltd 2.25% 22/10/2030	4,000,000	31,157,264	0.46
ANZ New Zealand Int'l Ltd/London FRN 25/01/2022	5,000,000	39,202,758	0.58
Baidu Inc 1.72% 09/04/2026	1,500,000	11,897,809	0.18
BOC Aviation Ltd 2.75% 02/12/2023	1,900,000	15,278,100	0.23
BOC Aviation Ltd 3.25% 29/04/2025	1,400,000	11,538,507	0.17
Bocom Leasing Management Hong Kong Co Ltd FRN 02/03/2025	3,700,000	27,909,265	0.41

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT GLOBAL BOND FUND (CONTINUED)

	Nominal value	Market value HK\$	% of net assets
Listed/quoted investments (94.62%) (continued)			
Bonds (94.62%) (continued)			
<i>Denominated in United States dollar (38.36%) (continued)</i>			
Chalco Hong Kong Investment Co Ltd 4.875% 07/09/2021	2,300,000	18,494,225	0.28
China Development Bank Financial Leasing Co Ltd 2.875% 28/09/2030	1,400,000	11,206,221	0.17
CK Hutchison International 17 Ltd 2.875% 05/04/2022	1,765,000	14,144,005	0.21
Clifford Capital Pte Ltd 3.423% 15/11/2021	3,700,000	29,537,166	0.44
CMB International Leasing Management Ltd 1.875% 12/08/2025	1,600,000	12,377,639	0.18
CMB International Leasing Management Ltd 2.75% 12/08/2030	3,850,000	29,459,153	0.44
CNAC HK Finbridge Co Ltd 3.375% 19/06/2024	1,900,000	14,925,993	0.22
CNAC HK Finbridge Co Ltd 4.125% 14/03/2021	2,500,000	19,701,795	0.29
Competition Team Technologies Ltd 3.75% 12/03/2024	2,000,000	16,926,899	0.25
Country Garden Holdings Co Ltd 3.875% 22/10/2030	1,800,000	14,486,018	0.21
Dianjian Haiyu Ltd 3.00% 20/06/2022	2,700,000	21,366,626	0.32
Export Import Bank of Thailand FRN 20/11/2023	1,600,000	12,457,801	0.19
Export Import Bank of Thailand FRN 23/05/2024	6,000,000	46,621,386	0.69
Export-Import Bank of China 2.00% 26/04/2021	2,250,000	17,581,067	0.26
Export-Import Bank of China 2.625% 14/03/2022	2,175,000	17,393,053	0.26
Export-Import Bank of Korea FRN 25/06/2022	1,900,000	14,785,000	0.22
Export-Import Bank of Korea FRN 27/04/2023	1,350,000	10,713,777	0.16
Foxconn Far East Ltd 2.50% 28/10/2030	3,300,000	26,525,661	0.39
Hanwha Energy USA Holdings Corp 2.375% 30/07/2022	2,000,000	16,067,268	0.24
Hero Asia Investment Ltd 1.50% 18/11/2023	1,150,000	8,925,516	0.13
Inventive Global Investments Ltd 1.65% 03/09/2025	2,000,000	15,572,985	0.23
Joy Treasure Assets Holdings Inc 1.875% 17/11/2025	800,000	6,264,014	0.09
Joy Treasure Assets Holdings Inc 2.75% 17/11/2030	300,000	2,391,968	0.04
KB Capital Co Ltd 1.50% 28/10/2025	3,550,000	28,039,985	0.42
KEB Hana Bank FRN 02/10/2022	2,650,000	20,676,220	0.31
KEB Hana Bank FRN 13/03/2023	5,000,000	39,002,301	0.58

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT GLOBAL BOND FUND (CONTINUED)

	Nominal value	Market value HK\$	% of net assets
Listed/quoted investments (94.62%) (continued)			
Bonds (94.62%) (continued)			
<i>Denominated in United States dollar (38.36%) (continued)</i>			
Kookmin Bank 2.875% 25/03/2023	3,500,000	28,727,113	0.43
Korea Development Bank/The FRN 12/03/2021	1,800,000	13,971,393	0.21
Korea East-West Power Co Ltd 3.875% 19/07/2023	3,100,000	26,475,221	0.39
Korea International Bond 2.50% 19/06/2029	4,500,000	38,491,990	0.57
Korea International Bond 3.875% 20/09/2048	1,200,000	12,604,257	0.19
Korea National Oil Corp 1.625% 05/10/2030	2,800,000	21,731,045	0.32
Korea Resources Corp 4.00% 18/04/2023	4,000,000	33,497,956	0.50
Korean Air Lines Co Ltd 2.00% 04/09/2022	8,500,000	67,493,564	1.00
LOTTE Property & Development Co Ltd FRN 07/08/2021	2,550,000	19,845,214	0.29
LOTTE Property & Development Co Ltd FRN 06/08/2022	3,000,000	23,338,739	0.35
Mega Advance Investments Ltd 5.00% 12/05/2021	3,000,000	23,719,502	0.35
Meituan 2.125% 28/10/2025	1,550,000	12,276,267	0.18
Meituan 3.05% 28/10/2030	2,600,000	21,168,393	0.31
Mirae Asset Daewoo Co Ltd 2.125% 30/07/2023	3,400,000	26,974,047	0.40
Mitsubishi UFJ Financial Group Inc FRN 26/07/2023	2,000,000	15,715,113	0.23
Mizuho Financial Group Inc FRN 16/07/2023	2,300,000	17,970,826	0.27
Mizuho Financial Group Inc FRN 25/05/2024	3,000,000	23,345,785	0.35
Oversea-Chinese Banking Corp Ltd 1.832% 10/09/2030	1,750,000	13,836,554	0.21
Powerchina Real Estate Group Ltd 4.50% 06/12/2021	2,200,000	17,512,507	0.26
PTT PCL 5.875% 03/08/2035	3,100,000	33,359,294	0.50
QNB Finance Ltd FRN 02/05/2022	2,000,000	15,598,815	0.23
SPIC MTN Co Ltd 1.625% 27/07/2025	1,900,000	14,928,003	0.22
Sumitomo Mitsui Financial Group Inc FRN 12/07/2022	3,000,000	23,478,415	0.35
Sunny Express Enterprises Corp 3.50% 21/03/2022	2,100,000	16,878,130	0.25
Temasek Financial I Ltd 3.625% 01/08/2028	850,000	7,804,832	0.12
Tingyi Cayman Islands Holding Corp 1.625% 24/09/2025	4,200,000	32,632,603	0.49
TSMC Global Ltd 1.375% 28/09/2030	5,000,000	38,274,024	0.57
United Overseas Bank Ltd 3.50% 16/09/2026	5,000,000	39,768,328	0.59

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT GLOBAL BOND FUND (CONTINUED)

	Nominal value	Market value HK\$	% of net assets
Listed/quoted investments (94.62%) (continued)			
Bonds (94.62%) (continued)			
<i>Denominated in United States dollar (38.36%) (continued)</i>			
United States Treasury Bill 0.00% 23/02/2021	5,000,000	38,766,089	0.58
United States Treasury Bill 0.00% 25/02/2021	5,000,000	38,765,740	0.58
United States Treasury Bill 0.00% 02/03/2021	5,000,000	38,765,624	0.58
United States Treasury Bill 0.00% 09/03/2021	5,000,000	38,765,041	0.58
United States Treasury Note/Bond 0.25% 31/08/2025	7,000,000	54,142,919	0.81
United States Treasury Note/Bond 0.50% 31/03/2025	7,000,000	54,846,734	0.82
United States Treasury Note/Bond 0.50% 30/04/2027	5,000,000	38,698,012	0.58
United States Treasury Note/Bond 0.50% 31/08/2027	4,000,000	30,867,022	0.46
United States Treasury Note/Bond 0.625% 15/05/2030	12,500,000	94,821,144	1.41
United States Treasury Note/Bond 0.875% 15/11/2030	15,000,000	116,000,060	1.73
United States Treasury Note/Bond 1.125% 15/05/2040	8,000,000	58,961,797	0.88
United States Treasury Note/Bond 1.375% 31/01/2025	8,000,000	65,179,212	0.97
United States Treasury Note/Bond 1.375% 15/08/2050	6,500,000	47,413,414	0.71
United States Treasury Note/Bond 1.50% 15/02/2030	11,000,000	90,700,031	1.35
United States Treasury Note/Bond 1.625% 15/08/2029	9,000,000	75,065,306	1.12
United States Treasury Note/Bond 1.75% 15/11/2029	13,000,000	109,156,243	1.62
United States Treasury Note/Bond 2.00% 15/02/2050	13,000,000	110,232,071	1.64
United States Treasury Note/Bond 2.25% 15/08/2049	5,000,000	44,693,084	0.67
United States Treasury Note/Bond 2.375% 15/11/2049	6,500,000	59,351,904	0.88
Woori Bank FRN 21/05/2024	2,200,000	17,177,982	0.26
Total Listed/quoted investments		6,357,465,539	94.62

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT GLOBAL BOND FUND (CONTINUED)

Underlying	Counterparty	Notional amount of contracts outstanding	Fair value HK\$	% of net assets
Derivative financial instruments (-0.21%)				
Buy Euro/sell Hong Kong dollar	Citibank, Hong Kong	EUR 10,500,000	3,262,161	0.05
Buy Euro/sell Hong Kong dollar	Citibank, Hong Kong	EUR 6,900,000	520,826	0.01
Buy Euro/sell Hong Kong dollar	Citibank, Hong Kong	EUR 7,000,000	409,374	0.01
Buy Hong Kong dollar/sell Euro	Citibank, Hong Kong	HK\$ 222,737,840	(8,805,521)	(0.13)
Buy Hong Kong dollar/sell Japanese Yen	Citibank, Hong Kong	HK\$ 308,313,600	(7,145,875)	(0.11)
Buy Japanese Yen/sell Hong Kong dollar	Citibank, Hong Kong	JPY 450,000,000	(17,630)	(0.00)
Buy Hong Kong dollar/sell United States dollar	Citibank, Hong Kong	HK\$ 210,000,000	(8,677)	(0.00)
Buy Hong Kong dollar/sell United States dollar	Citibank, Hong Kong	HK\$ 70,000,000	(25,473)	(0.00)
Buy Hong Kong dollar/sell United States dollar	Citibank, Hong Kong	HK\$ 200,000,000	(32,514)	(0.00)
Buy Hong Kong dollar/sell Australian dollar	Citibank, Hong Kong	HK\$ 51,360,273	(4,296,023)	(0.06)
Buy Australian dollar/sell Hong Kong dollar	Citibank, Hong Kong	AU\$ 9,300,000	3,074,096	0.04
Buy Hong Kong dollar/sell United States dollar	Citibank, Hong Kong	HK\$ 290,000,000	40,399	0.00
Buy Hong Kong dollar/sell United States dollar	Citibank, Hong Kong	HK\$ 200,000,000	(8,758)	(0.00)
Buy Hong Kong dollar/sell United States dollar	Citibank, Hong Kong	HK\$ 250,000,000	11,625	0.00
Buy Hong Kong dollar/sell United States dollar	Citibank, Hong Kong	HK\$ 200,000,000	(17,006)	(0.00)
Buy Hong Kong dollar/sell United States dollar	Citibank, Hong Kong	HK\$ 230,000,000	(10,656)	(0.00)
Buy Hong Kong dollar/sell United States dollar	Citibank, Hong Kong	HK\$ 300,000,000	(72,724)	(0.00)
Buy Hong Kong dollar/sell British Pound	Citibank, Hong Kong	HK\$ 54,026,960	(1,098,942)	(0.02)
Total derivative financial instruments			(14,221,318)	(0.21)
Other net assets			375,398,995	5.59
Total investments, at cost			5,991,410,428	
Total net assets			6,718,643,216	100.00

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

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT HONG KONG GROWTH FUND

	Holding shares/ units	Market value HK\$	% of net assets
Listed/quoted investments (97.99%)			
Equities (97.27%)			
<i>China and Hong Kong (95.91%)</i>			
AIA Group Ltd	3,280,196	311,618,620	7.38
Air China Ltd – H	5,000,000	30,500,000	0.72
Alibaba Group Holding Ltd	700,000	162,820,000	3.86
A-Living Smart City Services Co Ltd – H	2,000,000	68,800,000	1.63
Anhui Conch Cement Co Ltd – H	410,000	19,905,500	0.47
ASM Pacific Technology Ltd	350,000	35,805,000	0.85
BOC Aviation Ltd	900,000	60,300,000	1.43
Cathay Pacific Airways Ltd	3,000,000	21,510,000	0.51
China Construction Bank Corp – H	13,000,910	76,575,360	1.81
China Life Insurance Co Ltd – H	3,485,000	59,593,500	1.41
China Mengniu Dairy Co Ltd	1,800,000	84,240,000	2.00
China Merchants Bank Co Ltd – H	1,300,000	63,700,000	1.51
China Molybdenum Co Ltd – H	3,300,000	16,698,000	0.40
China Oilfield Services Ltd – H	3,800,000	24,928,000	0.59
China Resources Beer Holdings Co Ltd	800,000	57,120,000	1.35
China Resources Mixc Lifestyle Services Ltd	600,000	21,570,000	0.51
CIFI Holdings Group Co Ltd	5,000,000	32,850,000	0.78
CITIC Securities Co Ltd – H	1,300,000	22,724,000	0.54
CK Asset Holdings Ltd	1,000,000	39,800,000	0.94
CK Hutchison Holdings Ltd	1,000,000	54,100,000	1.28
CNOOC Ltd	3,500,000	25,130,000	0.60
Ever Sunshine Lifestyle Services Group Ltd	2,600,000	44,252,000	1.05
Galaxy Entertainment Group Ltd	1,350,000	81,337,500	1.93
Geely Automobile Holdings Ltd	1,900,000	50,350,000	1.19
Gigadevice Semiconductor Beijing Inc – A	79,940	18,843,362	0.45
GoerTek Inc – A	899,931	40,084,641	0.95
Hangzhou Tigermed Consulting Co Ltd – A	219,837	42,402,960	1.00
Hong Kong Exchanges & Clearing Ltd	550,000	233,750,000	5.54
HSBC Holdings PLC	1,200,000	48,900,000	1.16
Huatai Securities Co Ltd – H	1,333,200	16,265,040	0.39
Industrial & Commercial Bank of China Ltd – H	11,000,915	55,334,602	1.31
JD.com Inc – CL A	430,000	147,060,000	3.48
Jiangsu Hengrui Medicine Co Ltd – A	239,841	31,905,799	0.76
Kunlun Energy Co Ltd	6,500,000	43,550,000	1.03
Kweichow Moutai Co Ltd – A	12,000	28,615,668	0.68
KWG Group Holdings Ltd	2,300,000	24,334,000	0.58
Li Ning Co Ltd	700,000	37,310,000	0.88
Longfor Group Holdings Ltd	800,000	36,320,000	0.86
Luxshare Precision Industry Co Ltd – A	2,000,651	134,003,503	3.18
Meituan – CL B	935,000	275,451,000	6.53
Melco International Development Ltd	2,800,000	42,224,000	1.00
New World Development Co Ltd	1,600,000	57,760,000	1.37

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT HONG KONG GROWTH FUND (CONTINUED)

	Holding shares/ units	Market value HK\$	% of net assets
Listed/quoted investments (97.99%) (continued)			
Equities (97.27%) (continued)			
<i>China and Hong Kong (95.91%) (continued)</i>			
PetroChina Co Ltd – H	7,000,000	16,800,000	0.40
Ping An Insurance Group Co of China Ltd – H	1,369,500	130,102,500	3.08
Sands China Ltd	800,000	27,240,000	0.65
Shenzhen International Group Holdings Ltd	390,000	59,280,000	1.40
Shimao Group Holdings Ltd	700,000	17,290,000	0.41
Sino Biopharmaceutical Ltd	5,700,000	42,750,000	1.01
SJM Holdings Ltd	3,800,000	32,946,000	0.78
Sun Hung Kai Properties Ltd	480,000	48,000,000	1.14
Sunac China Holdings Ltd	2,500,000	71,625,000	1.70
Sunny Optical Technology Group Co Ltd	300,000	50,910,000	1.21
Swire Pacific Ltd – CL A	900,000	38,700,000	0.92
Techtronic Industries Co Ltd	540,000	59,724,000	1.41
Tencent Holdings Ltd	700,000	394,800,000	9.36
Tsingtao Brewery Co Ltd – H	300,000	24,360,000	0.58
Wharf Real Estate Investment Co Ltd	600,000	24,210,000	0.57
Wuxi Biologics Cayman Inc	1,650,000	169,620,000	4.02
Zhaojin Mining Industry Co Ltd – H	3,000,000	27,690,000	0.66
Zhongji Innolight Co Ltd – A	499,826	30,340,473	0.72
<i>The United States of America (1.36%)</i>			
ACM Research Inc – CL A	50,000	31,500,062	0.75
New Oriental Education & Technology Group Inc – ADR	18,000	25,933,410	0.61
Real estate investment trust (0.72%)			
<i>China and Hong Kong (0.72%)</i>			
Link REIT	430,000	30,358,000	0.72
Total listed/quoted investments		4,134,521,500	97.99
Other net assets		84,829,368	2.01
Total investments, at cost		3,268,231,004	
Total net assets		4,219,350,868	100.00

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

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT GREATER CHINA GROWTH FUND

	Holding shares/ units	Market value HK\$	% of net assets
Listed/quoted investments (99.06%)			
Equities (98.39%)			
<i>China and Hong Kong (70.20%)</i>			
AIA Group Ltd	1,000,000	95,000,000	3.59
Air China Ltd – H	2,000,000	12,200,000	0.46
Alibaba Group Holding Ltd	210,000	48,846,000	1.84
A-Living Smart City Services Co Ltd – H	1,000,000	34,400,000	1.30
Anhui Conch Cement Co Ltd – H	450,000	21,847,500	0.83
ASM Pacific Technology Ltd	220,000	22,506,000	0.85
BOC Aviation Ltd	500,000	33,500,000	1.27
Cathay Pacific Airways Ltd	1,800,000	12,906,000	0.49
China Construction Bank Corp – H	4,800,000	28,272,000	1.07
China Life Insurance Co Ltd – H	1,500,000	25,650,000	0.97
China Mengniu Dairy Co Ltd	600,000	28,080,000	1.06
China Merchants Bank Co Ltd – H	800,000	39,200,000	1.48
China Molybdenum Co Ltd – H	2,100,000	10,626,000	0.40
China Oilfield Services Ltd – H	2,000,000	13,120,000	0.50
China Resources Beer Holdings Co Ltd	680,000	48,552,000	1.83
China Resources Mixc Lifestyle Services Ltd	450,000	16,177,500	0.61
CITIC Securities Co Ltd – H	700,000	12,236,000	0.46
CK Asset Holdings Ltd	330,000	13,134,000	0.50
CK Hutchison Holdings Ltd	320,000	17,312,000	0.65
CNOOC Ltd	1,200,000	8,616,000	0.33
Country Garden Services Holdings Co Ltd	600,000	31,470,000	1.19
Ever Sunshine Lifestyle Services Group Ltd	1,700,000	28,934,000	1.09
Galaxy Entertainment Group Ltd	630,000	37,957,500	1.43
Geely Automobile Holdings Ltd	900,000	23,850,000	0.90
Gigadevice Semiconductor Beijing Inc – A	49,976	11,780,284	0.44
GoerTek Inc – A	499,957	22,269,037	0.84
Haitong Securities Co Ltd – H	1,200,000	8,316,000	0.31
Hong Kong Exchanges & Clearing Ltd	220,000	93,500,000	3.53
Industrial & Commercial Bank of China Ltd – H	3,300,000	16,599,000	0.63
JD.com Inc – CL A	270,000	92,340,000	3.49
Kunlun Energy Co Ltd	2,000,000	13,400,000	0.51
Kweichow Moutai Co Ltd – A	18,043	43,026,041	1.63
KWG Group Holdings Ltd	1,600,000	16,928,000	0.64
Longfor Group Holdings Ltd	550,500	24,992,700	0.94
Luxshare Precision Industry Co Ltd – A	999,999	66,979,882	2.53
Meituan – CL B	430,000	126,678,000	4.78
Melco International Development Ltd	1,300,000	19,604,000	0.74
New World Development Co Ltd	900,250	32,499,025	1.23
Ping An Insurance Group Co of China Ltd – H	450,000	42,750,000	1.61
Shenzhou International Group Holdings Ltd	138,000	20,976,000	0.79
Shimao Group Holdings Ltd	500,000	12,350,000	0.47

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT GREATER CHINA GROWTH FUND (CONTINUED)

	Holding shares/ units	Market value HK\$	% of net assets
Listed/quoted investments (99.06%) (continued)			
Equities (98.39%) (continued)			
<i>China and Hong Kong (70.20%) (continued)</i>			
Sino Biopharmaceutical Ltd	2,800,000	21,000,000	0.79
SJM Holdings Ltd	2,000,000	17,340,000	0.65
Sun Hung Kai Properties Ltd	160,000	16,000,000	0.60
Sunac China Holdings Ltd	680,000	19,482,000	0.74
Sunny Optical Technology Group Co Ltd	150,000	25,455,000	0.96
Swire Pacific Ltd – CL A	650,000	27,950,000	1.06
Techtronic Industries Co Ltd	160,000	17,696,000	0.67
Tencent Holdings Ltd	450,000	253,800,000	9.59
Wharf Real Estate Investment Co Ltd	500,000	20,175,000	0.76
Wuxi Biologics Cayman Inc	510,000	52,428,000	1.98
Zhaojin Mining Industry Co Ltd – H	2,000,000	18,460,000	0.70
Zhongji Innolight Co Ltd – A	69,976	4,247,688	0.16
Zoomlion Heavy Industry Science and Technology Co Ltd – H	3,800,000	35,340,000	1.33
<i>Taiwan (26.82%)</i>			
ASPEED Technology Inc	50,000	23,663,564	0.89
Evergreen Marine Corp Taiwan Ltd	2,300,000	25,832,609	0.97
Feng TAY Enterprise Co Ltd	180,000	9,909,721	0.37
Genius Electronic Optical Co Ltd	150,000	23,470,392	0.89
Global PMX Co Ltd	390,000	18,457,580	0.70
Hiwin Technologies Corp	505,981	53,687,920	2.03
Hon Hai Precision Industry Co Ltd	1,300,000	33,004,807	1.25
Largan Precision Co Ltd	38,000	33,504,295	1.27
MediaTek Inc	280,000	57,719,779	2.18
Merida Industry Co Ltd	150,000	9,768,981	0.37
Nanya Technology Corp	800,000	19,162,657	0.72
Realtek Semiconductor Corp	120,000	12,931,482	0.49
Silergy Corp	32,000	21,282,030	0.80
Taiwan Semiconductor Manufacturing Co Ltd	1,748,325	255,707,850	9.66
Unimicron Technology Corp	1,800,000	43,414,016	1.64
United Microelectronics Corp	3,300,000	42,937,985	1.62
Vanguard International Semiconductor Corp	800,000	25,609,081	0.97

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT GREATER CHINA GROWTH FUND (CONTINUED)

	Holding shares/ units	Market value HK\$	% of net assets
Listed/quoted investments (99.06%) (continued)			
Equities (98.39%) (continued)			
<i>The United States of America (1.37%)</i>			
ACM Research Inc – CL A	30,000	18,900,037	0.72
New Oriental Education & Technology Group Inc – ADR	12,000	17,288,940	0.65
<i>Real estate investment trust (0.67%)</i>			
<i>China and Hong Kong (0.67%)</i>			
Link REIT	250,000	17,650,000	0.67
Total listed/quoted investments		<u>2,622,657,883</u>	<u>99.06</u>
Other net assets		<u>24,779,780</u>	<u>0.94</u>
Total investments, at cost		<u>1,861,804,311</u>	
Total net assets		<u>2,647,437,663</u>	<u>100.00</u>

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

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT HONG KONG DOLLAR (HK\$) BOND FUND

	Nominal value	Market value HK\$	% of net assets
Listed/quoted investments (99.05%)			
Bonds (90.74%)			
<i>Denominated in Hong Kong dollar (80.86%)</i>			
Agricultural Bank of China Ltd/Hong Kong 1.00% 22/10/2022	10,000,000	10,034,956	0.62
AIA Group Ltd 3.68% 16/01/2031	103,000,000	118,741,478	7.28
Airport Authority 1.85% 23/06/2027	30,000,000	30,879,530	1.89
Airport Authority 1.95% 20/11/2030	10,000,000	10,058,571	0.62
Airport Authority 2.25% 05/09/2022	5,000,000	5,145,163	0.31
Airport Authority 2.30% 24/04/2030	20,000,000	20,984,452	1.29
Australia & New Zealand Banking Group Ltd 3.055% 30/01/2026	20,000,000	22,555,081	1.38
Bank of Communications Co Ltd/Hong Kong 2.25% 22/01/2022	8,000,000	8,317,549	0.51
BOC Aviation Ltd 3.25% 27/07/2027	40,000,000	43,451,212	2.66
BOC Aviation Ltd 3.60% 11/02/2026	30,000,000	32,820,678	2.01
CDBL Funding 2 3.60% 16/11/2021	20,000,000	20,504,114	1.26
Champion MTN Ltd 3.73% 06/04/2028	9,000,000	9,735,312	0.60
China Overseas Finance Cayman VIII Ltd 2.90% 15/01/2025	36,000,000	37,910,767	2.32
CK Property Finance MTN Ltd 2.25% 25/08/2022	35,000,000	35,934,420	2.20
CK Property Finance MTN Ltd 2.69% 01/09/2027	9,000,000	9,563,478	0.59
CLP Power Hong Kong Financing Ltd 3.97% 23/03/2026	10,000,000	11,225,090	0.69
Commonwealth Bank of Australia 2.83% 20/02/2024	5,000,000	5,451,461	0.33
Commonwealth Bank of Australia 3.36% 30/03/2027	10,000,000	10,227,829	0.63
DBS Group Holdings Ltd 3.24% 19/04/2026	20,000,000	20,260,677	1.24
HKCG Finance Ltd 2.30% 17/06/2026	18,000,000	19,096,755	1.17
HKCG Finance Ltd 2.65% 03/07/2027	10,000,000	10,858,467	0.66
HKCG Finance Ltd 2.70% 07/02/2030	10,000,000	10,758,299	0.66
HKCG Finance Ltd 2.85% 10/11/2025	18,000,000	19,609,630	1.20
HKCG Finance Ltd 3.00% 13/09/2021	20,000,000	20,543,346	1.26

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

**BEA UNION INVESTMENT HONG KONG DOLLAR (HK\$) BOND FUND
(CONTINUED)**

	Nominal value	Market value HK\$	% of net assets
Listed/quoted investments (99.05%) (continued)			
Bonds (90.74%) (continued)			
<i>Denominated in Hong Kong dollar (80.86%) (continued)</i>			
Hong Kong Government Bond 0.97% 20/06/2022	5,000,000	5,065,583	0.31
Hong Kong Government Bond 2.31% 21/06/2021	35,000,000	35,398,866	2.17
Hong Kong Government Bond Programme 1.89% 02/03/2032	9,000,000	10,039,639	0.61
Hong Kong Government Bond Programme 2.02% 07/03/2034	30,000,000	34,105,192	2.09
Hong Kong Government Bond Programme 2.13% 16/07/2030	10,000,000	11,402,022	0.70
Hong Kong Mortgage Corp Ltd 1.92% 10/05/2022	19,000,000	19,600,431	1.20
Hong Kong Mortgage Corp Ltd 2.40% 27/09/2021	36,000,000	36,736,430	2.25
Hong Kong Mortgage Corp Ltd 2.85% 04/10/2021	20,000,000	20,495,767	1.26
Hong Kong Mortgage Corp Ltd 5.40% 31/05/2021	15,000,000	15,783,396	0.97
Hong Kong Science & Technology Parks Corp 3.20% 11/07/2024	18,000,000	19,716,614	1.21
Hongkong Land Notes Co Ltd 2.65% 18/08/2035	20,000,000	19,504,356	1.19
Hongkong Land Notes Co Ltd 2.83% 08/06/2032	29,000,000	30,005,405	1.84
Hongkong Land Notes Co Ltd 2.90% 07/12/2022	1,000,000	1,044,162	0.06
Hongkong Land Notes Co Ltd 2.90% 02/07/2035	10,000,000	10,095,590	0.62
Hongkong Land Notes Co Ltd 2.93% 01/11/2029	15,000,000	15,927,040	0.98
Hongkong Land Notes Co Ltd 3.86% 07/03/2022	2,000,000	2,084,408	0.13
Hysan MTN Ltd 2.73% 17/02/2027	10,000,000	10,245,343	0.63
Hysan MTN Ltd 3.05% 10/06/2029	10,000,000	10,333,702	0.63
Hysan MTN Ltd 3.66% 28/11/2025	35,000,000	37,770,662	2.32
IFC Development Corporate Treasury Ltd 2.67% 08/04/2030	14,000,000	14,609,717	0.90
KEB Hana Bank 2.61% 22/03/2021	1,000,000	1,005,725	0.06
MTR Corp CI Ltd 1.92% 26/10/2022	53,000,000	54,693,905	3.35
MTR Corp CI Ltd 2.56% 02/05/2021	10,000,000	10,114,862	0.62
Nan Fung Treasury Ltd 3.85% 30/01/2023	2,000,000	2,075,067	0.13
Nan Fung Treasury Ltd 3.95% 08/11/2022	1,000,000	1,037,878	0.06
National Australia Bank Ltd 3.73% 17/05/2026	24,000,000	24,287,461	1.49
State Grid Overseas Investment 2016 Ltd 2.70% 17/04/2024	5,000,000	5,329,746	0.33

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

**BEA UNION INVESTMENT HONG KONG DOLLAR (HK\$) BOND FUND
(CONTINUED)**

	Nominal value	Market value HK\$	% of net assets
Listed/quoted investments (99.05%) (continued)			
Bonds (90.74%) (continued)			
<i>Denominated in Hong Kong dollar (80.86%) (continued)</i>			
State Grid Overseas Investment 2016 Ltd 2.85% 17/04/2029	10,000,000	10,987,090	0.67
Sun Hung Kai Properties Capital Market Ltd 1.89% 06/11/2027	10,000,000	9,936,707	0.61
Sun Hung Kai Properties Capital Market Ltd 2.05% 06/08/2027	10,000,000	10,068,053	0.62
Sun Hung Kai Properties Capital Market Ltd 2.28% 25/08/2026	3,000,000	3,083,058	0.19
Sun Hung Kai Properties Capital Market Ltd 2.55% 16/08/2024	10,000,000	10,466,187	0.64
Sun Hung Kai Properties Capital Market Ltd 2.673% 15/04/2032	14,000,000	14,250,101	0.87
Sun Hung Kai Properties Capital Market Ltd 2.68% 27/02/2030	7,500,000	7,752,741	0.48
Sun Hung Kai Properties Capital Market Ltd 2.70% 26/06/2027	10,000,000	10,451,887	0.64
Sun Hung Kai Properties Capital Market Ltd 2.70% 24/08/2027	2,000,000	2,092,981	0.13
Sun Hung Kai Properties Capital Market Ltd 3.12% 15/02/2026	20,000,000	21,621,509	1.33
Sun Hung Kai Properties Capital Market Ltd 3.21% 01/03/2029	2,500,000	2,696,221	0.17
Sun Hung Kai Properties Capital Market Ltd 3.35% 11/09/2023	10,000,000	10,561,230	0.65
Sun Hung Kai Properties Capital Market Ltd 4.00% 16/04/2024	4,000,000	4,380,459	0.27
Swire Pacific MTN Financing Ltd 2.68% 22/02/2030	10,000,000	10,568,586	0.65
Swire Pacific MTN Financing Ltd 2.85% 18/07/2022	10,000,000	10,391,784	0.64
Swire Pacific MTN Financing Ltd 2.90% 24/01/2023	13,000,000	13,572,923	0.83
Swire Pacific MTN Financing Ltd 2.95% 06/08/2029	10,000,000	10,839,686	0.66
Swire Pacific MTN Financing Ltd 3.00% 22/03/2023	8,000,000	8,353,689	0.51
Swire Pacific MTN Financing Ltd 3.68% 27/05/2024	5,000,000	5,447,337	0.33
Swire Properties MTN Financing Ltd 1.80% 17/08/2021	2,000,000	2,020,558	0.12

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT HONG KONG DOLLAR (HK\$) BOND FUND (CONTINUED)

	Nominal value	Market value HK\$	% of net assets
Listed/quoted investments (99.05%) (continued)			
Bonds (90.74%) (continued)			
<i>Denominated in Hong Kong dollar (80.86%) (continued)</i>			
Swire Properties MTN Financing Ltd 2.40% 18/06/2027	40,000,000	41,010,654	2.51
Swire Properties MTN Financing Ltd 2.45% 22/06/2028	10,000,000	10,214,591	0.63
Swire Properties MTN Financing Ltd 2.60% 05/07/2025	9,000,000	9,487,494	0.58
Swire Properties MTN Financing Ltd 2.65% 03/06/2026	12,000,000	12,543,731	0.77
Swire Properties MTN Financing Ltd 2.80% 26/03/2025	7,000,000	7,398,237	0.45
Swire Properties MTN Financing Ltd 3.00% 07/04/2027	10,000,000	10,665,140	0.65
United Overseas Bank Ltd 3.19% 26/08/2028	20,000,000	20,882,708	1.28
Victoria Power Networks Finance Pty Ltd 3.29% 24/02/2027	3,000,000	3,483,741	0.21
Westpac Banking Corp 3.15% 14/07/2027	10,000,000	10,092,906	0.62
Wharf REIC Finance BVI Ltd 3.10% 17/04/2025	10,000,000	10,698,535	0.66
<i>Denominated in United States dollar (9.88%)</i>			
AIA Group Ltd 3.20% 16/09/2040	250,000	2,086,609	0.13
Amipeace Ltd 2.25% 22/10/2030	600,000	4,673,590	0.29
Bocom Leasing Management Hong Kong Co Ltd FRN 02/03/2025	800,000	6,034,436	0.37
Castle Peak Power Finance Co Ltd 2.20% 22/06/2030	600,000	4,732,058	0.29
Citigroup Inc 4.412% 31/03/2031	700,000	6,638,312	0.41
CMB International Leasing Management Ltd 1.875% 12/08/2025	300,000	2,320,807	0.14
CMB International Leasing Management Ltd 2.75% 12/08/2030	300,000	2,295,518	0.14
Foxconn Far East Ltd 2.50% 28/10/2030	600,000	4,822,848	0.30
Hero Asia Investment Ltd 1.50% 18/11/2023	300,000	2,328,395	0.14
HKT Capital No 5 Ltd 3.25% 30/09/2029	200,000	1,680,999	0.10
Hongkong Electric Finance Ltd 2.25% 09/06/2030	700,000	5,526,460	0.34
Hutama Karya Persero PT 3.75% 11/05/2030	300,000	2,615,482	0.16
Joy Treasure Assets Holdings Inc 1.875% 17/11/2025	200,000	1,566,003	0.10
Joy Treasure Assets Holdings Inc 2.75% 17/11/2030	200,000	1,594,645	0.10

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT HONG KONG DOLLAR (HK\$) BOND FUND (CONTINUED)

	Nominal value	Market value HK\$	% of net assets
Listed/quoted investments (99.05%) (continued)			
Bonds (90.74%) (continued)			
<i>Denominated in United States dollar (9.88%) (continued)</i>			
KB Capital Co Ltd 1.50% 28/10/2025	600,000	4,739,152	0.29
Korea National Oil Corp 1.625% 05/10/2030	700,000	5,432,761	0.33
Meituan 2.125% 28/10/2025	200,000	1,584,034	0.10
Meituan 3.05% 28/10/2030	550,000	4,477,930	0.27
Mitsubishi UFJ Financial Group Inc 3.751% 18/07/2039	1,950,000	18,415,194	1.13
National Australia Bank Ltd 3.933% 02/08/2034	1,650,000	14,578,594	0.89
State of Israel 3.80% 13/05/2060	600,000	5,559,317	0.34
State of Israel 3.875% 03/07/2050	500,000	4,741,020	0.29
Sun Hung Kai Properties Capital Market Ltd 2.75% 13/05/2030	600,000	4,903,992	0.30
Tingyi Cayman Islands Holding Corp 1.625% 24/09/2025	300,000	2,330,900	0.14
TSMC Global Ltd 1.375% 28/09/2030	500,000	3,826,810	0.24
United States Treasury Note/Bond 0.625% 15/08/2030	5,500,000	41,670,763	2.55
Certificates of deposit (8.31%)			
<i>Denominated in Hong Kong dollar (8.31%)</i>			
Bank of China Ltd/Hong Kong 2.59% 25/07/2022	20,000,000	20,806,230	1.27
Bank of China Ltd/Hong Kong 2.59% 17/10/2022	10,000,000	10,375,810	0.64
China Development Bank Corp/Hong Kong 3.20% 05/12/2022	11,000,000	11,529,101	0.71
Fubon Bank Hong Kong Ltd 2.00% 24/02/2023	10,000,000	10,395,912	0.64
Fubon Bank Hong Kong Ltd 2.39% 31/10/2022	10,000,000	10,334,550	0.63
Fubon Bank Hong Kong Ltd 3.25% 24/12/2021	20,000,000	20,518,383	1.26
MUFG Bank Ltd/Hong Kong 2.16% 05/07/2022	40,000,000	41,193,167	2.52
MUFG Bank Ltd/Hong Kong 2.42% 09/05/2022	10,000,000	10,411,540	0.64
Total listed/quoted investments		1,615,939,130	99.05
Other net assets		15,438,579	0.95
Total investments, at cost		1,559,496,503	
Total net assets		1,631,377,709	100.00

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

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT GLOBAL EQUITY FUND

	Holding shares/ units	Market value HK\$	% of net assets
Listed/quoted investments (98.56%)			
Equities (98.56%)			
<i>Australia (1.59%)</i>			
Australia & New Zealand Banking Group Ltd	24,755	3,362,228	0.16
BHP Group Ltd	14,986	3,804,496	0.18
Commonwealth Bank of Australia	7,998	3,929,306	0.19
CSL Ltd	2,311	3,915,623	0.18
Macquarie Group Ltd	3,881	3,215,652	0.15
National Australia Bank Ltd	25,321	3,423,952	0.16
Rio Tinto Ltd	3,041	2,071,150	0.10
Wesfarmers Ltd	9,517	2,869,915	0.13
Westpac Banking Corp	25,650	2,972,729	0.14
Woodside Petroleum Ltd	7,659	1,042,080	0.05
Woolworths Group Ltd	13,632	3,206,277	0.15
<i>Belgium (0.16%)</i>			
Anheuser-Busch InBev SA/NV	6,049	3,271,707	0.16
<i>Brazil (1.04%)</i>			
Ambev SA	47,200	1,102,693	0.05
Banco Bradesco SA	77,360	2,794,668	0.13
Petroleo Brasileiro SA	111,600	4,806,273	0.23
Suzano SA	153,200	13,387,821	0.63
<i>Canada (1.98%)</i>			
Bank of Nova Scotia	4,200	1,758,677	0.08
Barrick Gold Corp	12,000	2,118,008	0.10
Brookfield Asset Management Inc – CL A	7,650	2,449,970	0.11
Canadian Imperial Bank of Commerce	3,500	2,315,933	0.11
Canadian National Railway Co	2,700	2,299,609	0.11
Canadian Natural Resources Ltd	11,300	2,103,809	0.10
Canadian Pacific Railway Ltd	1,400	3,762,155	0.18
Enbridge Inc	9,100	2,254,711	0.11
Manulife Financial Corp	13,500	1,861,017	0.09
Nutrien Ltd	3,400	1,267,251	0.06
Royal Bank of Canada	6,800	4,328,601	0.20
Shopify Inc – CL A	700	6,123,503	0.29
Sun Life Financial Inc	6,700	2,308,021	0.11
Suncor Energy Inc	8,000	1,039,528	0.05
TC Energy Corp	7,500	2,362,218	0.11
Toronto-Dominion Bank	8,300	3,633,090	0.17

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT GLOBAL EQUITY FUND (CONTINUED)

	Holding shares/ units	Market value HK\$	% of net assets
Listed/quoted investments (98.56%) (continued)			
Equities (98.56%) (continued)			
<i>China and Hong Kong (4.09%)</i>			
Agricultural Bank of China Ltd – H	453,000	1,286,520	0.06
AIA Group Ltd	180,600	17,157,000	0.81
Bank of China Ltd – H	822,000	2,178,300	0.10
BOC Hong Kong Holdings Ltd	42,500	998,750	0.05
China Construction Bank Corp – H	493,000	2,903,770	0.14
China Life Insurance Co Ltd – H	72,000	1,231,200	0.06
China Merchants Bank Co Ltd – H	60,000	2,940,000	0.14
China Mobile Ltd	43,500	1,922,700	0.09
CK Asset Holdings Ltd	27,000	1,074,600	0.05
CK Hutchison Holdings Ltd	36,500	1,974,650	0.09
CLP Holdings Ltd	18,000	1,290,600	0.06
CNOOC Ltd	228,000	1,637,040	0.08
Galaxy Entertainment Group Ltd	25,000	1,506,250	0.07
Hang Seng Bank Ltd	7,700	1,029,490	0.05
Hong Kong & China Gas Co Ltd	116,655	1,350,865	0.06
Hong Kong Exchanges & Clearing Ltd	5,800	2,465,000	0.12
Industrial & Commercial Bank of China Ltd – H	400,000	2,012,000	0.09
JD.com Inc – CL A	35,200	12,038,400	0.57
Meituan – CL B	17,500	5,155,500	0.24
PetroChina Co Ltd – H	294,000	705,600	0.03
Ping An Insurance Group Co of China Ltd – H	20,000	1,900,000	0.09
Sun Hung Kai Properties Ltd	14,000	1,400,000	0.07
Tencent Holdings Ltd	29,700	16,750,800	0.79
Xiaomi Corp – CL B	118,000	3,917,600	0.18
<i>Denmark (0.27%)</i>			
Novo Nordisk A/S – B	10,321	5,612,520	0.27
<i>France (2.51%)</i>			
Air Liquide SA	2,255	2,872,107	0.14
AXA SA	12,723	2,355,218	0.11
BNP Paribas SA	5,220	2,134,705	0.10
Danone SA	2,874	1,465,837	0.07
EssilorLuxottica SA	1,996	2,415,354	0.11
Kering SA	547	3,084,650	0.14
L'Oreal SA	1,553	4,579,227	0.21
LVMH Moet Hennessy Louis Vuitton SE	1,362	6,601,654	0.31
Pernod Ricard SA	1,802	2,680,653	0.13

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT GLOBAL EQUITY FUND (CONTINUED)

	Holding shares/ units	Market value HK\$	% of net assets
Listed/quoted investments (98.56%) (continued)			
Equities (98.56%) (continued)			
<i>France (2.51%)</i>			
Sanofi	5,049	3,769,813	0.18
Schneider Electric SE	2,799	3,141,430	0.15
STMicroelectronics NV	44,220	12,703,236	0.60
TOTAL SE	11,235	3,762,596	0.18
Vinci SA	2,287	1,765,293	0.08
<i>Germany (4.80%)</i>			
Adidas AG	5,053	14,281,031	0.67
Allianz SE – REG	1,903	3,623,480	0.17
BASF SE	25,538	15,680,689	0.74
Bayer AG – REG	5,100	2,329,975	0.11
Covestro AG	26,740	12,806,206	0.60
Deutsche Boerse AG	1,830	2,417,609	0.12
Deutsche Post AG – REG	32,436	12,462,985	0.59
Deutsche Telekom AG – REG	18,032	2,558,410	0.12
Muenchener Rueckversicherungs AG – REG	5,514	12,701,505	0.60
SAP SE	4,442	4,518,498	0.21
Siemens AG – REG	3,657	4,077,336	0.19
Siemens Energy AG	1,828	520,280	0.03
Volkswagen AG	8,547	13,792,969	0.65
<i>India (0.94%)</i>			
Axis Bank Ltd	29,403	1,935,945	0.09
Hindustan Unilever Ltd	7,754	1,971,054	0.09
Housing Development Finance Corp Ltd	14,738	4,001,695	0.19
ICICI Bank Ltd	46,154	2,620,585	0.13
Infosys Ltd	32,132	4,282,061	0.20
Reliance Industries Ltd	13,127	2,765,580	0.13
Tata Consultancy Services Ltd	7,742	2,351,967	0.11
<i>Indonesia (0.25%)</i>			
Bank Central Asia Tbk PT	112,900	2,108,956	0.10
Bank Rakyat Indonesia Persero Tbk PT	802,700	1,847,159	0.09
Telkom Indonesia Persero Tbk PT	768,200	1,403,193	0.06
<i>Italy (0.87%)</i>			
Enel SpA	195,724	15,367,539	0.73
Eni SpA	10,765	873,008	0.04
Intesa Sanpaolo SpA	118,330	2,147,132	0.10

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT GLOBAL EQUITY FUND (CONTINUED)

	Holding shares/ units	Market value HK\$	% of net assets
Listed/quoted investments (98.56%) (continued)			
Equities (98.56%) (continued)			
<i>Japan (7.52%)</i>			
Astellas Pharma Inc	12,600	1,508,370	0.07
Bridgestone Corp	4,700	1,194,476	0.06
Canon Inc	6,100	906,161	0.04
Central Japan Railway Co	1,000	1,095,732	0.05
Dai-ichi Life Holdings Inc	10,500	1,223,855	0.06
Daikin Industries Ltd	1,600	2,754,125	0.13
East Japan Railway Co	2,000	1,034,149	0.05
FANUC Corp	1,400	2,666,406	0.13
Fast Retailing Co Ltd	500	3,472,321	0.16
Hitachi Ltd	5,800	1,770,670	0.08
Honda Motor Co Ltd	11,700	2,528,426	0.12
Hoya Corp	14,300	15,325,303	0.72
ITOCHU Corp	10,100	2,248,271	0.11
Kao Corp	3,900	2,334,382	0.11
KDDI Corp	7,000	1,611,830	0.08
Keyence Corp	4,000	17,423,566	0.82
Kirin Holdings Co Ltd	7,200	1,316,140	0.06
Komatsu Ltd	7,200	1,523,511	0.07
Mitsubishi Corp	11,900	2,270,914	0.11
Mitsubishi UFJ Financial Group Inc	87,700	3,004,061	0.14
Mitsui & Co Ltd	10,700	1,518,377	0.07
Mizuho Financial Group Inc	18,330	1,799,920	0.08
Murata Manufacturing Co Ltd	4,200	2,939,776	0.14
Nidec Corp	14,800	14,427,313	0.68
Nintendo Co Ltd	800	3,955,149	0.19
Nippon Telegraph & Telephone Corp	10,400	2,066,285	0.10
Nissan Motor Co Ltd	19,700	828,521	0.04
Oriental Land Co Ltd	2,000	2,559,462	0.12
ORIX Corp	11,600	1,380,382	0.06
Recruit Holdings Co Ltd	42,100	13,662,036	0.64
Seven & i Holdings Co Ltd	4,400	1,209,105	0.06
Shin-Etsu Chemical Co Ltd	3,800	5,148,363	0.24
SMC Corp	2,600	12,291,875	0.58
SoftBank Group Corp	5,000	3,025,842	0.14
Sony Corp	7,100	5,484,180	0.26
Sumitomo Corp	11,600	1,189,594	0.06
Sumitomo Mitsui Financial Group Inc	8,800	2,106,930	0.10
Takeda Pharmaceutical Co Ltd	10,000	2,820,064	0.13
Tokio Marine Holdings Inc	4,000	1,594,557	0.08
Tokyo Electron Ltd	1,600	4,614,241	0.22
Toyota Motor Corp	12,900	7,708,824	0.36

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT GLOBAL EQUITY FUND (CONTINUED)

	Holding shares/ units	Market value HK\$	% of net assets
Listed/quoted investments (98.56%) (continued)			
Equities (98.56%) (continued)			
<i>Korea (1.63%)</i>			
Hyundai Mobis Co Ltd	1,201	2,190,302	0.10
Hyundai Motor Co	1,983	2,717,653	0.13
KB Financial Group Inc	4,712	1,459,705	0.07
LG Chem Ltd	643	3,781,885	0.18
NAVER Corp	1,854	3,870,845	0.18
Samsung Electronics Co Ltd	27,340	15,807,153	0.74
Shinhan Financial Group Co Ltd	5,389	1,232,839	0.06
SK Hynix Inc	4,246	3,591,439	0.17
<i>Malaysia (0.06%)</i>			
Public Bank Bhd	33,900	1,346,138	0.06
<i>Netherlands (1.10%)</i>			
ASML Holding NV	2,275	8,580,506	0.40
ING Groep NV	25,513	1,849,488	0.09
Koninklijke Ahold Delhaize NV	12,750	2,795,438	0.13
Koninklijke Philips NV	7,000	2,907,459	0.14
Prosus NV	4,211	3,530,049	0.17
Unilever PLC	7,580	3,564,381	0.17
<i>Singapore (0.39%)</i>			
DBS Group Holdings Ltd	11,000	1,615,952	0.08
Jardine Matheson Holdings Ltd	3,100	1,346,070	0.06
Oversea-Chinese Banking Corp Ltd	23,900	1,410,579	0.07
Singapore Telecommunications Ltd	83,000	1,124,842	0.05
United Overseas Bank Ltd	20,800	2,756,647	0.13
<i>South Africa (0.27%)</i>			
FirstRand Ltd	41,710	1,123,782	0.05
Naspers Ltd – N SHS	2,263	3,606,859	0.17
Standard Bank Group Ltd	15,705	1,053,529	0.05
<i>Spain (0.31%)</i>			
Banco Bilbao Vizcaya Argentaria SA	26,857	1,028,113	0.05
Banco Santander SA	79,179	1,906,520	0.09
Iberdrola SA	26,701	2,963,829	0.14
Telefonica SA	19,443	598,574	0.03

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT GLOBAL EQUITY FUND (CONTINUED)

	Holding shares/ units	Market value HK\$	% of net assets
Listed/quoted investments (98.56%) (continued)			
Equities (98.56%) (continued)			
<i>Sweden (0.21%)</i>			
Telefonaktiebolaget LM Ericsson – B SHS	31,300	2,885,444	0.14
Volvo AB – B SHS	8,816	1,613,117	0.07
<i>Switzerland (3.91%)</i>			
ABB Ltd	14,141	3,065,091	0.14
Cie Financiere Richemont SA – A REG	18,929	13,296,649	0.63
Credit Suisse Group AG – REG	22,060	2,205,976	0.10
Givaudan SA – REG	88	2,879,267	0.14
Lonza Group AG – REG	570	2,843,969	0.13
Nestle SA – REG	25,159	23,009,202	1.09
Novartis AG – REG	11,100	8,144,780	0.38
Roche Holding AG – Genusschein	3,582	9,709,000	0.46
Swiss Re AG	2,740	2,003,063	0.09
UBS Group AG – REG	122,007	13,345,709	0.63
Zurich Insurance Group AG	745	2,440,829	0.12
<i>Taiwan (1.59%)</i>			
Chunghwa Telecom Co Ltd	58,000	1,744,619	0.08
Formosa Plastics Corp	63,000	1,675,960	0.08
Hon Hai Precision Industry Co Ltd	84,800	2,152,929	0.10
Largan Precision Co Ltd	2,000	1,763,384	0.08
MediaTek Inc	23,000	4,741,268	0.22
Nan Ya Plastics Corp	92,000	1,825,420	0.09
Taiwan Semiconductor Manufacturing Co Ltd	136,000	19,891,192	0.94
<i>Thailand (0.07%)</i>			
PTT PCL – NVDR	128,800	1,416,717	0.07
<i>The United Kingdom (2.90%)</i>			
AstraZeneca PLC	17,492	13,578,709	0.64
BHP Group PLC	21,639	4,415,080	0.21
BP PLC	90,189	2,435,699	0.11
British American Tobacco PLC	10,496	3,012,612	0.14
Compass Group PLC	11,527	1,665,263	0.08
Diageo PLC	10,625	3,241,085	0.15
Experian PLC	9,815	2,888,929	0.14
GlaxoSmithKline PLC	23,346	3,320,746	0.16
HSBC Holdings PLC	98,739	3,964,849	0.19

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT GLOBAL EQUITY FUND (CONTINUED)

	Holding shares/ units	Market value HK\$	% of net assets
Listed/quoted investments (98.56%) (continued)			
Equities (98.56%) (continued)			
<i>The United Kingdom (2.90%) (continued)</i>			
Lloyds Banking Group PLC	446,775	1,725,591	0.08
National Grid PLC	25,473	2,335,430	0.11
Prudential PLC	24,870	3,550,701	0.17
Reckitt Benckiser Group PLC	3,140	2,177,263	0.10
RELX PLC	12,487	2,372,400	0.11
Rio Tinto PLC	4,519	2,619,994	0.12
Royal Dutch Shell PLC – A SHS	20,600	2,833,646	0.13
Royal Dutch Shell PLC – B SHS	14,197	1,895,095	0.09
Unilever PLC	4,143	1,928,626	0.09
Vodafone Group PLC	127,017	1,628,180	0.08
<i>The United States of America (60.10%)</i>			
3M Co	3,000	4,065,892	0.19
Abbott Laboratories	7,800	6,621,968	0.31
AbbVie Inc	8,085	6,717,230	0.32
Accenture PLC – CL A	2,900	5,873,620	0.28
Activision Blizzard Inc	20,300	14,614,904	0.69
Adobe Inc	2,200	8,531,295	0.40
Advanced Micro Devices Inc	6,200	4,408,861	0.21
Alibaba Group Holding Ltd – SP ADR	9,200	16,601,917	0.78
Alphabet Inc – CL A	1,600	21,743,564	1.02
Alphabet Inc – CL C	1,500	20,375,752	0.96
Amazon.com Inc	2,400	60,609,081	2.86
American Express Co	15,700	14,719,054	0.69
Amgen Inc	2,800	4,991,750	0.24
Anthem Inc	800	1,991,750	0.09
Aon PLC – CL A	7,400	12,122,371	0.57
Apple Inc	93,500	96,198,398	4.53
AT&T Inc	39,000	8,697,041	0.41
Baidu Inc – SPON ADR	2,900	4,862,415	0.23
Bank of America Corp	88,300	20,752,225	0.98
Berkshire Hathaway Inc – CL B	7,300	13,124,581	0.62
BlackRock Inc	800	4,475,777	0.21
Booking Holdings Inc	1,000	17,269,943	0.81
Boston Scientific Corp	39,700	11,066,427	0.52
Bristol-Myers Squibb Co	11,500	5,531,178	0.26
Broadcom Inc	1,800	6,111,051	0.29
Capital One Financial Corp	2,400	1,839,526	0.09
Carrier Global Corp	3,700	1,082,160	0.05

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT GLOBAL EQUITY FUND (CONTINUED)

	Holding shares/ units	Market value HK\$	% of net assets
Listed/quoted investments (98.56%) (continued)			
Equities (98.56%) (continued)			
<i>The United States of America (60.10%) (continued)</i>			
Caterpillar Inc	1,700	2,399,308	0.11
Centene Corp	21,600	10,054,029	0.47
Charles Schwab Corp	4,500	1,850,692	0.09
Charter Communications Inc – A	500	2,564,784	0.12
Chevron Corp	22,800	14,929,750	0.70
Chipotle Mexican Grill Inc	1,400	15,053,300	0.71
Chubb Ltd	2,100	2,506,296	0.12
Cisco Systems Inc	19,500	6,766,213	0.32
Citigroup Inc	10,400	4,972,272	0.23
Coca-Cola Co	45,300	19,262,546	0.91
Colgate-Palmolive Co	18,800	12,465,015	0.59
Comcast Corp – CL A	20,000	8,126,047	0.38
ConocoPhillips	3,800	1,178,292	0.06
Costco Wholesale Corp	2,000	5,843,000	0.28
Credicorp Ltd	1,000	1,271,788	0.06
CVS Health Corp	22,900	12,127,582	0.57
Danaher Corp	3,000	5,167,328	0.24
Deere & Co	7,000	14,603,235	0.69
Discover Financial Services	19,500	13,688,163	0.65
Dominion Energy Inc	2,900	1,690,962	0.08
DuPont de Nemours Inc	1,900	1,047,616	0.05
Ecolab Inc	6,700	11,240,091	0.53
Eli Lilly and Co	4,400	5,760,313	0.27
EOG Resources Inc	2,200	850,707	0.04
Exxon Mobil Corp	19,500	6,232,476	0.29
Facebook Inc – CL A	16,400	34,735,934	1.64
Fidelity National Information Services Inc	12,100	13,272,021	0.63
Fiserv Inc	14,400	12,713,107	0.60
General Electric Co	46,600	3,902,363	0.18
Goldman Sachs Group Inc	1,200	2,453,725	0.12
Hess Corp	31,800	13,016,578	0.61
Home Depot Inc	6,300	12,975,358	0.61
Honeywell International Inc	3,300	5,442,513	0.26
Intel Corp	19,900	7,687,318	0.36
International Business Machines Corp	3,500	3,416,196	0.16
Intuit Inc	1,400	4,123,426	0.19
Intuitive Surgical Inc	500	3,171,717	0.15
Itau Unibanco Holding SA – SPON PRF ADR	22,200	1,048,307	0.05
JD.com Inc – ADR	4,500	3,067,040	0.14
Johnson & Johnson	13,800	16,840,177	0.79
JPMorgan Chase & Co	27,800	27,390,872	1.29

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT GLOBAL EQUITY FUND (CONTINUED)

	Holding shares/ units	Market value HK\$	% of net assets
Listed/quoted investments (98.56%) (continued)			
Equities (98.56%) (continued)			
<i>The United States of America (60.10%) (continued)</i>			
Kinder Morgan Inc	11,700	1,240,145	0.06
Linde PLC	2,500	5,108,050	0.24
Lowe's Cos Inc	3,600	4,480,460	0.21
Marathon Petroleum Corp	3,200	1,026,239	0.05
Marvell Technology Group Ltd	39,600	14,597,295	0.69
Mastercard Inc – CL A	4,400	12,177,719	0.57
McDonald's Corp	3,400	5,657,000	0.27
Medtronic PLC	7,000	6,358,011	0.30
Merck & Co Inc	11,400	7,230,631	0.34
Microsoft Corp	40,900	70,536,707	3.32
Mondelez International Inc – A	6,500	2,946,894	0.14
Morgan Stanley	4,700	2,497,449	0.12
MSCI Inc	4,000	13,849,327	0.65
NetEase Inc – ADR	4,000	2,970,349	0.14
Netflix Inc	2,000	8,385,491	0.39
New Oriental Education & Technology Group Inc – SP ADR	2,200	3,169,639	0.15
NextEra Energy Inc	26,800	16,032,039	0.76
NIKE Inc – CL B	4,900	5,375,000	0.25
NVIDIA Corp	3,200	12,957,013	0.61
NXP Semiconductors NV	11,800	14,548,710	0.69
Occidental Petroleum Corp	4,168	559,426	0.03
Oracle Corp	10,800	5,417,251	0.26
Otis Worldwide Corp	1,850	968,981	0.05
PayPal Holdings Inc	5,100	9,261,367	0.44
PepsiCo Inc	6,200	7,129,365	0.34
Pfizer Inc	24,500	6,992,781	0.33
Philip Morris International Inc	7,000	4,493,595	0.21
Procter & Gamble Co	22,500	24,274,626	1.14
QUALCOMM Inc	15,000	17,718,349	0.84
Raytheon Technologies Corp	6,268	3,475,472	0.16
S&P Global Inc	1,000	2,548,927	0.12
Salesforce.com Inc	9,700	16,737,028	0.79
ServiceNow Inc	1,000	4,267,958	0.20
Sherwin-Williams Co	2,600	14,815,815	0.70
Southern Co	4,100	1,952,911	0.09
Starbucks Corp	5,500	4,562,295	0.22
Stryker Corp	1,800	3,420,011	0.16

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT GLOBAL EQUITY FUND (CONTINUED)

	Holding shares/ units	Market value HK\$	% of net assets	
Listed/quoted investments (98.56%) (continued)				
Equities (98.56%) (continued)				
<i>The United States of America (60.10%) (continued)</i>				
Target Corp	2,600	3,558,852	0.17	
Tesla Inc	3,000	16,415,002	0.77	
Texas Instruments Inc	4,300	5,472,357	0.26	
Thermo Fisher Scientific Inc	4,600	16,613,330	0.78	
TJX Cos Inc	5,600	2,965,263	0.14	
Tractor Supply Co	11,200	12,208,424	0.58	
Travelers Cos Inc	1,700	1,850,296	0.09	
Union Pacific Corp	3,300	5,327,880	0.25	
United Parcel Service Inc – CL B	3,200	4,178,401	0.20	
UnitedHealth Group Inc	5,300	14,411,358	0.68	
Valero Energy Corp	1,700	745,681	0.03	
Verizon Communications Inc	42,600	19,405,977	0.91	
Vertex Pharmaceuticals Inc	7,500	13,744,107	0.65	
Visa Inc – CL A	14,500	24,592,031	1.16	
Walgreens Boots Alliance Inc	3,800	1,175,051	0.06	
Walmart Inc	15,600	17,436,418	0.82	
Walt Disney Co	8,000	11,238,757	0.53	
Wells Fargo & Co	22,000	5,148,254	0.24	
Zebra Technologies Corp – CL A	4,900	14,602,204	0.69	
Zoom Video Communications Inc – A	900	2,353,979	0.11	
Total Listed/quoted investments		2,091,020,106	98.56	
Underlying	Counterparty	Notional amount of contracts outstanding	Fair value HK\$	% of net assets
Derivative financial instruments (-0.01%)				
Buy Hong Kong dollar/sell United States dollar	Citibank, Hong Kong	HK\$ 674,363,100	(149,623)	(0.01)
Total derivative financial instruments			(149,623)	(0.01)
Other net assets			30,725,434	1.45
Total investments, at cost			1,572,087,217	
Total net assets			2,121,595,917	100.00

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

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT ASIA PACIFIC INVESTMENT GRADE BOND FUND

	Nominal value HK\$	Market value HK\$	% of net assets
Listed/quoted investments (98.51%)			
Bonds (98.51%)			
<i>Denominated in Indonesian rupiah (2.00%)</i>			
Indonesia Treasury Bond 7.00% 15/05/2027	33,000,000,000	19,820,709	2.00
<i>Denominated in Renminbi (2.07%)</i>			
Wharf REIC Finance BVI Ltd 3.20% 15/09/2023	17,000,000	20,542,703	2.07
<i>Denominated in United States dollar (94.44%)</i>			
Adani Ports & Special Economic Zone Ltd 4.20% 04/08/2027	1,200,000	10,170,244	1.03
AIA Group Ltd 3.20% 16/09/2040	1,750,000	14,606,265	1.47
Alibaba Group Holding Ltd 3.40% 06/12/2027	550,000	4,792,418	0.48
Alibaba Group Holding Ltd 4.00% 06/12/2037	1,300,000	11,972,219	1.21
Amipeace Ltd 2.25% 22/10/2030	2,250,000	17,525,961	1.77
Amipeace Ltd 2.50% 05/12/2024	1,000,000	8,076,543	0.81
Australia & New Zealand Banking Group Ltd 2.95% 22/07/2030	600,000	4,970,625	0.50
Baidu Inc 3.075% 07/04/2025	1,300,000	10,872,057	1.10
BOC Aviation Ltd 2.625% 17/01/2025	500,000	4,038,941	0.41
BOC Aviation Ltd 2.75% 02/12/2023	1,000,000	8,041,105	0.81
BOC Aviation Ltd 3.50% 18/09/2027	1,900,000	15,910,981	1.60
Bocom Leasing Management Hong Kong Co Ltd FRN 02/03/2025	1,700,000	12,823,176	1.29
CCBL Cayman 1 Corp Ltd 3.875% 16/05/2029	50,000	426,332	0.04
CCBL Cayman 1 Corp Ltd FRN 12/07/2023	1,750,000	13,575,850	1.37
Chalco Hong Kong Investment Co Ltd 4.875% 07/09/2021	1,250,000	10,051,209	1.01
Champion MTN Ltd 2.95% 15/06/2030	1,100,000	8,774,046	0.88
China Cinda 2020 I Management Ltd 3.00% 18/03/2027	200,000	1,625,556	0.16
China Cinda 2020 I Management Ltd 3.125% 18/03/2030	200,000	1,640,439	0.17
China Cinda Finance 2017 I Ltd 4.40% 09/03/2027	350,000	3,076,582	0.31
China Construction Bank Corp 2.45% 24/06/2030	2,250,000	17,858,902	1.80
China Development Bank Financial Leasing Co Ltd 2.875% 28/09/2030	1,200,000	9,605,332	0.97
CICC Hong Kong Finance 2016 MTN Ltd 1.75% 10/08/2023	1,000,000	7,846,165	0.79
CICC Hong Kong Finance 2016 MTN Ltd FRN 03/05/2022	450,000	3,486,758	0.35
CICC Hong Kong Finance 2016 MTN Ltd FRN 18/02/2023	650,000	4,985,323	0.50

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT ASIA PACIFIC INVESTMENT GRADE BOND FUND (CONTINUED)

	Nominal value HK\$	Market value HK\$	% of net assets
Listed/quoted investments (98.51%) (continued)			
Bonds (98.51%) (continued)			
<i>Denominated in United States dollar (94.44%) (continued)</i>			
CMB International Leasing Management Ltd 1.875% 12/08/2025	550,000	4,254,813	0.43
CMB International Leasing Management Ltd 2.75% 12/08/2030	1,900,000	14,538,283	1.47
CMB International Leasing Management Ltd 3.00% 03/07/2024	650,000	5,276,706	0.53
CMB Wing Lung Bank Ltd 3.75% 22/11/2027	1,000,000	7,969,748	0.80
CNAC HK Finbridge Co Ltd 3.375% 19/06/2024	800,000	6,284,629	0.63
CNAC HK Finbridge Co Ltd 4.625% 14/03/2023	1,250,000	10,183,306	1.03
CNOOC Petroleum North America ULC 6.40% 15/05/2037	500,000	5,396,214	0.54
CNOOC Petroleum North America ULC 7.875% 15/03/2032	500,000	5,779,370	0.58
Competition Team Technologies Ltd 3.75% 12/03/2024	1,850,000	15,657,382	1.58
Country Garden Holdings Co Ltd 3.875% 22/10/2030	650,000	5,231,062	0.53
Country Garden Holdings Co Ltd 5.625% 15/12/2026	700,000	6,114,362	0.62
Country Garden Holdings Co Ltd 7.25% 08/04/2026	1,350,000	11,960,778	1.21
Dah Sing Bank Ltd 4.25% 30/11/2026	1,800,000	14,230,643	1.43
Export Import Bank of Thailand FRN 23/05/2024	700,000	5,439,162	0.55
Foxconn Far East Ltd 2.50% 28/10/2030	1,050,000	8,439,983	0.85
Hero Asia Investment Ltd 1.50% 18/11/2023	450,000	3,492,593	0.35
Hongkong Electric Finance Ltd 2.25% 09/06/2030	850,000	6,710,702	0.68
Hongkong Electric Finance Ltd 2.875% 03/05/2026	500,000	4,192,831	0.42
Huarong Finance 2017 Co Ltd 4.25% 07/11/2027	3,000,000	25,634,382	2.58
Huarong Finance II Co Ltd 4.875% 22/11/2026	650,000	5,753,228	0.58
Huarong Finance II Co Ltd 5.00% 19/11/2025	500,000	4,390,753	0.44
Hutama Karya Persero PT 3.75% 11/05/2030	1,950,000	17,000,634	1.71
ICBCIL Finance Co Ltd FRN 15/05/2021	1,700,000	13,189,952	1.33
ICBCIL Finance Co Ltd FRN 15/05/2023	700,000	5,410,975	0.55
ICBCIL Finance Co Ltd FRN 20/11/2024	500,000	3,832,253	0.39
Indonesia Asahan Aluminium Persero PT 4.75% 15/05/2025	200,000	1,729,017	0.17
Indonesia Asahan Aluminium Persero PT 5.45% 15/05/2030	1,750,000	16,462,140	1.66
Indonesia Asahan Aluminium Persero PT 5.71% 15/11/2023	800,000	6,932,114	0.70

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT ASIA PACIFIC INVESTMENT GRADE BOND FUND (CONTINUED)

	Nominal value	Market value HK\$	% of net assets
Listed/quoted investments (98.51%) (continued)			
Bonds (98.51%) (continued)			
<i>Denominated in United States dollar (94.44%) (continued)</i>			
Indonesia Government International Bond 4.45% 15/04/2070	250,000	2,399,344	0.24
Indonesia Government International Bond 6.625% 17/02/2037	1,000,000	11,250,851	1.13
Inventive Global Investments Ltd 1.50% 15/07/2023	1,000,000	7,828,273	0.79
Inventive Global Investments Ltd 1.65% 03/09/2025	1,250,000	9,733,115	0.98
JD.com Inc 3.875% 29/04/2026	1,450,000	12,593,436	1.27
Joy Treasure Assets Holdings Inc 1.875% 17/11/2025	250,000	1,957,504	0.20
KB Capital Co Ltd 1.50% 28/10/2025	1,150,000	9,083,375	0.92
Mega Advance Investments Ltd 5.00% 12/05/2021	800,000	6,325,200	0.64
Mega Advance Investments Ltd 6.375% 12/05/2041	1,500,000	16,487,312	1.66
Meituan 2.125% 28/10/2025	700,000	5,544,121	0.56
Meituan 3.05% 28/10/2030	2,300,000	18,725,887	1.89
Minmetals Bounteous Finance BVI Ltd 4.75% 30/07/2025	1,000,000	8,885,936	0.90
Mirae Asset Daewoo Co Ltd 2.125% 30/07/2023	1,000,000	7,933,543	0.80
Mirae Asset Daewoo Co Ltd 2.625% 30/07/2025	1,000,000	8,091,235	0.82
New World China Land Ltd 4.75% 23/01/2027	800,000	6,666,257	0.67
NTPC Ltd 4.25% 26/02/2026	587,000	5,068,692	0.51
NWD MTN Ltd 4.125% 18/07/2029	600,000	4,954,285	0.50
NWD MTN Ltd 5.25% 26/02/2021	2,000,000	15,866,093	1.60
Oversea-Chinese Banking Corp Ltd 1.832% 10/09/2030	1,250,000	9,883,253	1.00
Pelabuhan Indonesia II PT 4.25% 05/05/2025	3,900,000	33,247,467	3.35
Pertamina Persero PT 4.70% 30/07/2049	200,000	1,800,825	0.18
Pertamina Persero PT 5.625% 20/05/2043	1,300,000	12,528,721	1.26
Pertamina Persero PT 6.00% 03/05/2042	600,000	6,029,573	0.61
Pertamina Persero PT 6.45% 30/05/2044	1,550,000	16,420,065	1.66
Perusahaan Listrik Negara PT 4.125% 15/05/2027	650,000	5,624,907	0.57
Perusahaan Listrik Negara PT 5.45% 21/05/2028	1,300,000	12,167,245	1.23
Perusahaan Listrik Negara PT 6.15% 21/05/2048	1,100,000	11,287,294	1.14
Petronas Capital Ltd 4.55% 21/04/2050	450,000	4,684,536	0.47
Petronas Capital Ltd 4.80% 21/04/2060	850,000	9,635,482	0.97
Poly Developments and Holdings Group Co Ltd 3.875% 25/03/2024	1,850,000	15,243,383	1.54
Poly Developments and Holdings Group Co Ltd 3.95% 05/02/2023	535,000	4,386,261	0.44
Poly Developments and Holdings Group Co Ltd 4.75% 17/09/2023	1,350,000	11,390,465	1.15

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT ASIA PACIFIC INVESTMENT GRADE BOND FUND (CONTINUED)

	Nominal value	Market value HK\$	% of net assets
Listed/quoted investments (98.51%) (continued)			
Bonds (98.51%) (continued)			
<i>Denominated in United States dollar (94.44%) (continued)</i>			
Power Finance Corp Ltd 3.95% 23/04/2030	550,000	4,633,753	0.47
Power Finance Corp Ltd 5.25% 10/08/2028	600,000	5,449,689	0.55
Power Finance Corp Ltd 6.15% 06/12/2028	200,000	1,892,936	0.19
Powerchina Real Estate Group Ltd 4.50% 06/12/2021	1,400,000	11,144,323	1.12
PTT PCL 5.875% 03/08/2035	900,000	9,684,957	0.98
Sands China Ltd 3.80% 08/01/2026	1,250,000	10,587,025	1.07
Shanghai Commercial Bank Ltd 5.00% 17/01/2029	250,000	2,118,603	0.21
Shinhan Bank Co Ltd 3.875% 07/12/2026	500,000	3,979,954	0.40
Shinhan Financial Group Co Ltd 3.34% 05/02/2030	1,950,000	16,256,384	1.64
Sinopec Group Overseas Development 2018 Ltd 2.50% 08/08/2024	500,000	4,068,802	0.41
Sinosing Services Pte Ltd 2.625% 20/02/2030	1,550,000	12,350,220	1.25
SPIC Luxembourg Latin America Renewable Energy Investment Co Sarl 4.25% 30/10/2021	400,000	3,191,990	0.32
Sun Hung Kai Properties Capital Market Ltd 2.75% 13/05/2030	1,100,000	8,990,651	0.91
Swire Pacific Mtn Financing HK Ltd 2.875% 30/01/2030	350,000	2,871,144	0.29
Thai Oil PCL 4.875% 23/01/2043	300,000	2,739,391	0.28
Tingyi Cayman Islands Holding Corp 1.625% 24/09/2025	2,000,000	15,539,335	1.57
TSMC Global Ltd 1.00% 28/09/2027	400,000	3,081,581	0.31
United Overseas Bank Ltd 1.75% 16/03/2031	1,000,000	7,868,728	0.79
Vanke Real Estate Hong Kong Co Ltd 4.20% 07/06/2024	1,650,000	13,775,929	1.39
Vanke Real Estate Hong Kong Co Ltd 5.35% 11/03/2024	542,000	4,713,827	0.48
Westpac Banking Corp 2.894% 04/02/2030	2,000,000	16,450,083	1.66
Wharf REIC Finance BVI Ltd 2.375% 07/05/2025	600,000	4,811,763	0.49
Xiaomi Best Time International Ltd 3.375% 29/04/2030	1,000,000	8,303,164	0.84
Total listed/quoted investments		976,832,624	98.51

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

**BEA UNION INVESTMENT ASIA PACIFIC INVESTMENT GRADE BOND FUND
(CONTINUED)**

Underlying	Counterparty	Notional amount of contracts outstanding	Fair value HK\$	% of net assets
Derivative financial instruments (-0.00%)				
Buy Hong Kong dollar/sell United States dollar	Citibank, Hong Kong	HK\$ 326,000,000	(31,165)	(0.00)
Buy United States dollar/sell Hong Kong dollar	Citibank, Hong Kong	US\$ 42,050,951	52,193	0.01
Buy Hong Kong dollar/sell United States dollar	Citibank, Hong Kong	HK\$ 326,000,000	(77,792)	(0.01)
Total derivative financial instruments			(56,764)	(0.00)
Other net assets			14,787,415	1.49
Total investments, at cost			941,870,373	
Total net assets			991,563,275	100.00

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

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT CORE ACCUMULATION FUND

Underlying	Counterparty	Holding shares/units	Market value HK\$	% of net assets
Approved pooled investment funds (100.09%)				
<i>Established in Hong Kong (100.09%)</i>				
BEA Union Investment Global Bond Fund – Class I		5,403,456	659,275,707	39.60
BEA Union Investment Global Equity Fund – Class I		6,460,908	1,007,126,381	60.49
Total listed/quoted investments			1,666,402,088	100.09
Underlying	Counterparty	Notional amount of contracts outstanding	Fair value HK\$	% of net assets
Derivative financial instruments (-0.09%)				
Buy Australian dollar/sell Hong Kong dollar	Citibank, Hong Kong	AU\$ 1,012,120	77,694	0.00
Buy Hong Kong dollar/sell Australian dollar	Citibank, Hong Kong	HK\$ 28,513,392	(583,259)	(0.03)
Buy Hong Kong dollar/sell British Pound	Citibank, Hong Kong	HK\$ 32,401,909	(545,043)	(0.03)
Buy Hong Kong dollar/sell Canadian dollar	Citibank, Hong Kong	HK\$ 10,018,319	(99,189)	(0.01)
Buy Hong Kong dollar/sell Canadian dollar	Citibank, Hong Kong	HK\$ 2,679,704	(1,351)	(0.00)
Buy Hong Kong dollar/sell Euro	Citibank, Hong Kong	HK\$ 167,245,844	(262,915)	(0.02)
Buy Hong Kong dollar/sell Japanese yen	Citibank, Hong Kong	HK\$ 66,715,498	(63,248)	(0.00)
Buy Hong Kong dollar/sell Singapore dollar	Citibank, Hong Kong	HK\$ 7,670,633	(75,068)	(0.00)
Total derivative financial instruments			(1,552,379)	(0.09)
Other net assets			20,968	0.00
Total investments, at cost			1,353,282,989	
Total net assets			1,664,870,677	100.00

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

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT AGE 65 PLUS FUND

	Holding shares/ units	Market value HK\$	% of net assets	
Approved pooled investment funds (100.19%)				
<i>Established in Hong Kong (100.19%)</i>				
BEA Union Investment Global Bond Fund – Class I	4,482,407	546,898,592	79.88	
BEA Union Investment Global Equity Fund – Class I	891,933	139,034,550	20.31	
Total listed/quoted investments		<u>685,933,142</u>	<u>100.19</u>	
Underlying	Counterparty	Notional amount of contracts outstanding	Fair value HK\$	% of net assets
Derivative financial instruments (-0.19%)				
Buy Australian dollar/sell Hong Kong dollar	Citibank, Hong Kong	AU\$ 846,039	64,945	0.01
Buy Hong Kong dollar/sell Australian dollar	Citibank, Hong Kong	HK\$ 23,699,406	(484,786)	(0.07)
Buy Hong Kong dollar/sell British Pound	Citibank, Hong Kong	HK\$ 26,931,411	(453,022)	(0.07)
Buy Hong Kong dollar/sell Canadian dollar	Citibank, Hong Kong	HK\$ 8,326,899	(82,443)	(0.01)
Buy Hong Kong dollar/sell Canadian dollar	Citibank, Hong Kong	HK\$ 2,212,509	(1,116)	(0.00)
Buy Hong Kong dollar/sell Euro	Citibank, Hong Kong	HK\$ 139,009,291	(218,526)	(0.03)
Buy Hong Kong dollar/sell Japanese yen	Citibank, Hong Kong	HK\$ 55,451,745	(52,570)	(0.01)
Buy Hong Kong dollar/sell Singapore dollar	Citibank, Hong Kong	HK\$ 6,375,578	(62,394)	(0.01)
Total derivative financial instruments			<u>(1,289,912)</u>	<u>(0.19)</u>
Other net assets			<u>20,968</u>	<u>0.00</u>
Total investments, at cost			<u>590,910,428</u>	
Total net assets			<u>684,664,198</u>	<u>100.00</u>

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

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT MONEY MARKET FUND

	Nominal value	Market value HK\$	% of net assets
Listed/quoted investments (95.32%)			
Bonds (5.39%)			
<i>Denominated in United States dollar (5.39%)</i>			
CDBI Treasure I Ltd 2.25% 02/08/2021	2,000,000	15,731,383	3.00
CNAC HK Finbridge Co Ltd 4.125% 14/03/2021	1,000,000	7,880,718	1.50
Inventive Global Investments Ltd 3.875% 19/09/2021	585,000	4,675,669	0.89
Other investment (89.93%)			
Short term deposits (89.93%)			
<i>Denominated in Hong Kong dollar (75.17%)</i>			
Bank of East Asia, Limited F/D 0.60% 14 January 2021	9,023,592	9,023,592	1.72
Bank of East Asia, Limited F/D 0.61% 04 February 2021	3,606,352	3,606,352	0.69
Bank of East Asia, Limited F/D 0.61% 04 February 2021	22,941,741	22,941,741	4.37
Bank of East Asia, Limited F/D 0.80% 11 February 2021	3,000,000	3,000,000	0.57
Bank of East Asia, Limited F/D 1.09% 14 January 2021	8,600,000	8,600,000	1.64
China CITIC Bank International Limited F/D 0.47% 18 February 2021	8,256,216	8,256,216	1.57
China CITIC Bank International Limited F/D 0.59% 29 April 2021	26,253,891	26,253,891	5.00
China CITIC Bank International Limited F/D 0.61% 11 February 2021	1,201,361	1,201,361	0.23
China CITIC Bank International Limited F/D 0.73% 11 February 2021	6,000,000	6,000,000	1.14
China CITIC Bank International Limited F/D 1.12% 14 January 2021	4,900,000	4,900,000	0.93
China Everbright Bank Co., Ltd F/D 0.65% 14 January 2021	10,172,660	10,172,660	1.94
China Everbright Bank Co., Ltd F/D 0.75% 11 February 2021	3,000,000	3,000,000	0.57

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT MONEY MARKET FUND (CONTINUED)

	Nominal value	Market value HK\$	% of net assets
Other investment (89.93%) (continued)			
Short term deposits (89.93%) (continued)			
<i>Denominated in Hong Kong dollar (75.17%) (continued)</i>			
China Everbright Bank Co., Ltd F/D 0.75% 29 July 2021	13,239,584	13,239,584	2.52
China Everbright Bank Co., Ltd F/D 0.75% 29 July 2021	3,806,034	3,806,034	0.72
China Everbright Bank Co., Ltd F/D 0.90% 08 April 2021	5,000,000	5,000,000	0.95
Chong Hing Bank Limited F/D 0.75% 29 July 2021	3,808,620	3,808,620	0.73
Chong Hing Bank Limited F/D 0.75% 29 July 2021	1,914,623	1,914,623	0.36
Chong Hing Bank Limited F/D 0.81% 25 February 2021	33,586,538	33,586,538	6.40
Chong Hing Bank Limited F/D 0.85% 14 January 2021	5,012,225	5,012,225	0.95
Chong Hing Bank Limited F/D 1.00% 11 February 2021	3,000,000	3,000,000	0.57
CMB Wing Lung Bank Limited F/D 0.19% 25 February 2021	11,349,121	11,349,121	2.16
CMB Wing Lung Bank Limited F/D 0.25% 25 March 2021	16,562,942	16,562,942	3.15
CMB Wing Lung Bank Limited F/D 0.48% 11 February 2021	9,008,393	9,008,393	1.72
CMB Wing Lung Bank Limited F/D 0.49% 14 January 2021	2,023,904	2,023,904	0.39
CMB Wing Lung Bank Limited F/D 0.79% 08 April 2021	3,600,000	3,600,000	0.69
DBS Bank (Hong Kong) Limited F/D 0.42% 14 January 2021	18,495,094	18,495,094	3.52
Fubon Bank (Hong Kong) Limited F/D 0.45% 11 March 2021	6,124,619	6,124,619	1.17
Fubon Bank (Hong Kong) Limited F/D 0.45% 25 February 2021	10,207,693	10,207,693	1.94
Fubon Bank (Hong Kong) Limited F/D 0.60% 28 January 2021	16,580,065	16,580,065	3.16

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT MONEY MARKET FUND (CONTINUED)

	Nominal value	Market value HK\$	% of net assets
Other investment (89.93%) (continued)			
Short term deposits (89.93%) (continued)			
<i>Denominated in Hong Kong dollar (75.17%) (continued)</i>			
Fubon Bank (Hong Kong) Limited F/D 0.60% 29 July 2021	3,809,099	3,809,099	0.73
Fubon Bank (Hong Kong) Limited F/D 0.70% 11 February 2021	3,000,000	3,000,000	0.57
Fubon Bank (Hong Kong) Limited F/D 0.75% 14 January 2021	4,012,603	4,012,603	0.76
Industrial and Commercial Bank of China (Asia) Limited F/D 0.30% 18 February 2021	3,696,124	3,696,124	0.70
Industrial and Commercial Bank of China (Asia) Limited F/D 0.30% 25 February 2021	4,072,834	4,072,834	0.78
Industrial and Commercial Bank of China (Asia) Limited F/D 0.30% 25 February 2021	10,223,827	10,223,827	1.95
Industrial and Commercial Bank of China (Asia) Limited F/D 0.30% 25 February 2021	5,948,822	5,948,822	1.13
MUFG Bank, Ltd F/D 0.42% 14 January 2021	11,005,757	11,005,757	2.10
OCBC Wing Hang Bank Limited F/D 0.49% 28 January 2021	19,969,198	19,969,198	3.80
OCBC Wing Hang Bank Limited F/D 0.60% 29 July 2021	10,213,273	10,213,273	1.95
OCBC Wing Hang Bank Limited F/D 0.60% 29 July 2021	1,260,000	1,260,000	0.24
Sumitomo Mitsui Banking Corporation F/D 0.34% 18 February 2021	3,355,140	3,355,140	0.64
Sumitomo Mitsui Banking Corporation F/D 0.45% 11 February 2021	1,802,223	1,802,223	0.34
Sumitomo Mitsui Banking Corporation F/D 0.57% 14 January 2021	20,182,817	20,182,817	3.84
Sumitomo Mitsui Banking Corporation F/D 0.58% 11 February 2021	2,000,000	2,000,000	0.38
Sumitomo Mitsui Banking Corporation F/D 0.62% 07 January 2021	15,009,580	15,009,580	2.86
Sumitomo Mitsui Banking Corporation F/D 0.78% 08 April 2021	4,900,000	4,900,000	0.93

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

AS AT 31 DECEMBER 2020 (CONTINUED)

INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT MONEY MARKET FUND (CONTINUED)

	Nominal value	Market value HK\$	% of net assets
Other investment (89.93%) (continued)			
Short term deposits (89.93%) (continued)			
<i>Denominated in United States dollar (14.76%)</i>			
China Everbright Bank Co., Ltd F/D 0.48% 28 January 2021	562,693	4,363,040	0.83
China Everbright Bank Co., Ltd F/D 0.48% 28 January 2021	1,005,517	7,796,640	1.49
Dah Sing Bank Limited F/D 0.18% 07 January 2021	701,581	5,439,964	1.04
Dah Sing Bank Limited F/D 0.18% 07 January 2021	1,001,145	7,762,743	1.48
Dah Sing Bank Limited F/D 0.18% 07 January 2021	441,300	3,421,781	0.65
Dah Sing Bank Limited F/D 0.18% 07 January 2021	301,087	2,334,588	0.44
Dah Sing Bank Limited F/D 0.18% 07 January 2021	1,002,931	7,776,589	1.48
Dah Sing Bank Limited F/D 0.18% 07 January 2021	1,003,169	7,778,431	1.48
Dah Sing Bank Limited F/D 0.20% 14 January 2021	680,222	5,274,344	1.00
Dah Sing Bank Limited F/D 0.28% 28 January 2021	1,002,871	7,776,125	1.48
Fubon Bank (Hong Kong) Limited F/D 0.55% 14 January 2021	472,101	3,660,602	0.70
Industrial and Commercial Bank of China (Asia) Limited F/D 0.20% 14 January 2021	820,244	6,360,056	1.21
OCBC Wing Hang Bank Limited F/D 0.13% 07 January 2021	1,002,886	7,776,241	1.48
Total listed/quoted investments		<u>500,545,479</u>	<u>95.32</u>
Other net assets		<u>24,579,447</u>	<u>4.68</u>
Total investments, at cost		<u>500,389,375</u>	
Total net assets		<u>525,124,926</u>	<u>100.00</u>

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

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO

BEA UNION INVESTMENT ASIA STRATEGIC GROWTH FUND

	% of net assets 2020	2019
Equities:		
China and Hong Kong	48.01	50.63
Indonesia	1.79	2.64
Korea	21.24	16.86
Malaysia	0.50	0.63
Singapore	2.25	4.01
Taiwan	20.31	17.56
Thailand	0.44	2.32
The Philippines	0.58	2.00
The United States of America	1.13	0.53
Real estate investment trust:		
China and Hong Kong	0.55	0.34
Singapore	0.94	–
	<u>97.74</u>	<u>97.52</u>

BEA UNION INVESTMENT GLOBAL BOND FUND

	% of net assets 2020	2019
Bonds:		
Australian dollar	2.91	2.26
British pound	6.12	6.08
Canadian dollar	1.47	1.27
Euro	27.90	24.16
Hong Kong dollar	0.36	0.40
Indonesian rupiah	1.48	1.12
Japanese yen	15.83	16.36
Singapore dollar	0.19	0.21
United States dollar	38.36	45.48
Derivative financial instruments:		
Foreign currency forward contracts	(0.21)	0.11
	<u>94.41</u>	<u>97.45</u>

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT HONG KONG GROWTH FUND

	% of net assets 2020	2019
Equities:		
China and Hong Kong	95.91	97.52
The United States of America	1.36	–
Real estate investment trust:		
China and Hong Kong	0.72	0.82
	<u>97.99</u>	<u>98.34</u>

BEA UNION INVESTMENT GREATER CHINA GROWTH FUND

	% of net assets 2020	2019
Equities:		
China and Hong Kong	70.20	70.03
Taiwan	26.82	25.49
The United States of America	1.37	2.41
Real estate investment trust:		
China and Hong Kong	0.67	1.09
	<u>99.06</u>	<u>99.02</u>

BEA UNION INVESTMENT HONG KONG DOLLAR (HK\$) BOND FUND

	% of net assets 2020	2019
Bonds:		
Hong Kong dollar	80.86	75.79
United States dollar	9.88	11.41
Certificates of deposit:		
Hong Kong dollar	8.31	11.67
	<u>99.05</u>	<u>98.87</u>

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT GLOBAL EQUITY FUND

	% of net assets 2020	2019
Equities:		
Australia	1.59	2.00
Belgium	0.16	0.09
Brazil	1.04	1.22
Canada	1.98	2.08
China and Hong Kong	4.09	3.73
Denmark	0.27	0.28
Finland	–	0.56
France	2.51	3.48
Germany	4.80	4.22
India	0.94	0.60
Indonesia	0.25	0.35
Italy	0.87	0.37
Japan	7.52	7.32
Korea	1.63	1.42
Malaysia	0.06	0.08
Netherlands	1.10	1.41
Singapore	0.39	0.56
South Africa	0.27	0.35
Spain	0.31	1.02
Sweden	0.21	0.07
Switzerland	3.91	2.88
Taiwan	1.59	1.35
Thailand	0.07	0.09
The United Kingdom	2.90	5.06
The United States of America	60.10	57.97
Rights:		
Spain	–	0.02
Derivative financial instruments:		
Foreign currency forward contracts	(0.01)	(0.02)
	<u>98.55</u>	<u>98.56</u>

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT ASIA PACIFIC INVESTMENT GRADE BOND FUND

	% of net assets 2020	2019
Bonds:		
Indonesian rupiah	2.00	–
Renminbi	2.07	–
United States dollar	94.44	99.27
Derivative financial instruments:		
Foreign currency forward contracts	(0.00)	0.16
	<u>98.51</u>	<u>99.43</u>

BEA UNION INVESTMENT CORE ACCUMULATION FUND

	% of net assets 2020	2019
Approved pooled investment funds:		
Hong Kong	100.09	100.12
Derivative financial instruments:		
Foreign currency forward contracts	(0.09)	(0.13)
	<u>100.00</u>	<u>99.99</u>

BEA UNION INVESTMENT AGE 65 PLUS FUND

	% of net assets 2020	2019
Approved pooled investment funds:		
Hong Kong	100.19	100.25
Derivative financial instruments:		
Foreign currency forward contracts	(0.19)	(0.26)
	<u>100.00</u>	<u>99.99</u>

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INVESTMENT REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020 (CONTINUED)

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (CONTINUED)

BEA UNION INVESTMENT MONEY MARKET FUND ⁽¹⁾

	% of net assets 2020	2019
Bonds:		
United States dollar	5.39	29.10
Short-term deposits:		
Hong Kong dollar	75.17	67.77
United States dollar	14.76	–
	<u>95.32</u>	<u>96.87</u>

⁽¹⁾ The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

BEA UNION INVESTMENT CAPITAL GROWTH FUND
REPORT OF THE TRUSTEE TO THE UNITHOLDERS OF
BEA UNION INVESTMENT CAPITAL GROWTH FUND (THE "FUND")

We hereby confirm that:

- (1) In our opinion, the Manager of the Fund and its sub-funds (the "Sub-funds") has in all material respects managed the Fund and the Sub-funds in accordance with the provisions of the Trust Deed dated 22 September 2000, as amended and restated, for the year ended 31 December 2020.
- (2) We have not become aware of any failures by the Custodian, the Manager or their delegates to comply with the obligations imposed on them with respect to the Fund for the year ended 31 December 2020, except to the extent that such failures have been previously reported to the Hong Kong Mandatory Provident Fund Schemes Authority (the "Authority");
- (3) We are not aware of any events of a significant nature relating to the Fund and the Sub-funds that occurred during the year ended 31 December 2020 which have not been reported to the Authority;
- (4) The provisions of the constitutive documents, the Hong Kong Mandatory Provident Fund Schemes Ordinance, the Hong Kong Mandatory Provident Fund Schemes (General) Regulation, the Hong Kong Code on MPF Investment Funds, the Code on Unit Trusts and Mutual Funds issued by the Hong Kong Securities and Futures Commission and other relevant guidelines issued by the Authority have been complied with in all material respects in respect of the Fund for the year ended 31 December 2020, except to the extent that any non-compliance has been previously reported to the Authority;
- (5) There are no material changes which have not been reported to the Authority during the year ended 31 December 2020; and
- (6) We have supervised, and exercised proper control over all persons appointed or engaged for the purposes of the Fund and the Sub-funds during the year ended 31 December 2020.

For and on behalf of
Bank of East Asia (Trustees) Limited
東亞銀行(信託)有限公司

19 April 2021

BEA UNION INVESTMENT CAPITAL GROWTH FUND
INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEE OF BEA UNION
INVESTMENT CAPITAL GROWTH FUND (THE "FUND")

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Opinion

We have audited the financial statements of the sub-funds within the Fund (the "Sub-funds") set out on pages 78 to 141, which comprise the statement of assets and liabilities as at 31 December 2020, the statement of comprehensive income, the statement of changes in net assets attributable to unitholders and the cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements give a true and fair view of the financial position of the Sub-funds as at 31 December 2020 and of their financial transactions and 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 ("HKSAAs") 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 are independent of the Fund 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. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information other than the financial statements and auditor's report thereon

The Manager and the Trustee of the Fund are responsible for the other information. The other information comprises all 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.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEE OF BEA UNION INVESTMENT CAPITAL GROWTH FUND (THE "FUND") (CONTINUED)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

Responsibilities of Manager and Trustee for the financial statements

The Manager and the Trustee of the Fund are 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 Manager and the Trustee of the Fund determine 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 Manager and the Trustee of the Fund are responsible for assessing the Sub-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 Manager and the Trustee either intend to liquidate the Sub-funds or to cease operations, or have no realistic alternative but to do so.

In addition, the Manager and the Trustee of the Fund are required to ensure that the financial statements have been properly prepared in accordance with the relevant disclosure provisions of the Trust Deed of the Fund dated 22 September 2000, as amended and restated (the "Trust Deed"), the Mandatory Provident Fund Schemes Ordinance ("MPFSO"), the Mandatory Provident Fund Schemes (General) Regulation ("General Regulation"), the Code on MPF Investment Funds ("MPF Code"), and Guidelines II.5 issued by the Mandatory Provident Fund Schemes Authority ("MPFA") and Appendix E to the Code on Unit Trusts and Mutual Funds (the "SFC Code") issued by the Hong Kong Securities and Futures Commission (the "SFC").

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. This report is made solely to you, in accordance with section C2.2 of the MPF Code issued by the MPFA and 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 Fund have been properly prepared, in all material respects, in accordance with the relevant disclosure provisions of the Trust Deed of the Fund, the MPFSO, the General Regulation, the MPF Code and Guidelines II.5 issued by the MPFA and the SFC Code issued by the SFC.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEE OF BEA UNION INVESTMENT CAPITAL GROWTH FUND (THE "FUND") (CONTINUED)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS (CONTINUED)

Auditor's responsibilities for the audit of the financial statements (continued)

As part of an audit in accordance with HKSAAs, we exercise professional judgement and maintain professional scepticism 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 Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager and the Trustee of the Fund.
- Conclude on the appropriateness of the Manager's and 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 Sub-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 Sub-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 Manager and the Trustee of the Fund 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 relevant disclosure provisions of the Trust Deed, the MPFSO, the General Regulation, the MPF Code, and Guidelines II.5 issued by the MPFA and Appendix E to the SFC Code issued by the SFC

- (a) In our opinion, the financial statements have been properly prepared, in all material respects, in accordance with the relevant provisions of the Trust Deed, the MPFSO, the General Regulation, the MPF Code and Guidelines II.5 issued by the MPFA and Appendix E to the SFC Code issued by the SFC; and
- (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.

Certified Public Accountants

8th Floor, Prince's Building
10 Chater Road
Central, Hong Kong

19 April 2021

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INDEPENDENT AUDITOR'S ASSURANCE REPORT TO THE TRUSTEE OF BEA UNION INVESTMENT CAPITAL GROWTH FUND (THE "FUND")

We have audited the financial statements of the sub-funds within the Fund (the "Sub-funds") for the year ended 31 December 2020 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 ("HKICPA"), and have issued an unqualified auditor's report thereon dated 19 April 2021.

Pursuant to Guidelines II.5 and Code on MPF Investment Funds ("MPF Code") issued by the Mandatory Provident Fund Schemes Authority (the "MPFA"), we are required to report whether the Sub-funds complied with certain requirements of the Mandatory Provident Fund Schemes Ordinance (the "MPFSO") and the Mandatory Provident Fund Schemes (General) Regulation ("General Regulation"), which are made applicable to the Sub-funds through the MPF Code.

Trustee's Responsibility

The General Regulation requires the Trustee to ensure that:

- (a) proper accounting and other records are kept in respect of the assets of the Sub-funds and all financial transactions entered into in relation to the Sub-funds;
- (b) the requirements specified in the guidelines made by the MPFA under section 28 of the MPFSO with respect to forbidden investment practices and the requirements of sections 37(2), 51 and 52 of, and Schedule 1 to, the General Regulation, which are made applicable to the Sub-funds through the Code on MPF Investment Funds, are complied with; and
- (c) the assets of the Sub-funds are not subject to any encumbrance, otherwise than as permitted by Section 65 of the General Regulation.

Our Independence and Quality Control

We have complied with the independence and other ethical requirements of the *Code of Ethics for Professional Accountants* issued by the HKICPA, which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behavior.

The firm applies Hong Kong Standard on Quality Control 1 and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Auditor's Responsibility

Our responsibility is to report solely to you, on the Sub-funds' compliance with the above requirements based on the results of the procedures performed by us, in accordance with section C2.2 of the MPF Code issued by the MPFA and 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.

We conducted our engagement in accordance with Hong Kong Standard on Assurance Engagements 3000 (Revised) *Assurance Engagement Other Than Audits or Reviews of Historical Financial Information* and with reference to Practice Note 860.1 (Revised) *The Audit of Retirement Schemes* ("PN 860.1 (Revised)") issued by the HKICPA. We have planned and performed our work to obtain reasonable assurance about whether the Sub-funds have complied with the above requirements.

We have planned and performed such procedures as we considered necessary with reference to the procedures recommended in PN 860.1 (Revised), which included reviewing, on a test basis, evidence obtained from the Administrator regarding the Sub funds' compliance with the above requirements.

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

BEA UNION INVESTMENT CAPITAL GROWTH FUND

INDEPENDENT AUDITOR'S ASSURANCE REPORT TO THE TRUSTEE OF BEA UNION INVESTMENT CAPITAL GROWTH FUND (THE "FUND") (CONTINUED)

Opinion

Based on the foregoing:

- 1 in our opinion:
 - (a) proper accounting and other records have been kept during the year ended 31 December 2020 in respect of the assets of the Sub-funds and all financial transactions entered into in relation to the Sub-funds; and
 - (b) the requirements specified in the guidelines made by the MPFA under section 28 of the MPFSO with respect to forbidden investment practices and the requirements of sections 37(2), 51 and 52 of, and Schedule 1 to, the General Regulation, which are made applicable to the Sub-Funds through the Code on MPF Investment Funds, have been complied with, in all material respects, as at 30 April 2020, 30 September 2020 and 31 December 2020.
- 2 as at 31 December 2020, the assets of the Sub-funds were not subject to any encumbrance, otherwise than as permitted by section 65 of the General Regulation, which are made applicable to the Sub-funds through the MPF Code.

Intended Users and Purpose

This report is intended solely for submission by the Trustee to the MPFA and is not intended to be, and should not be, used by anyone for any other purposes.

Certified Public Accountants

8th Floor, Prince's Building
10 Chater Road
Central, Hong Kong

19 April 2021

BEA UNION INVESTMENT CAPITAL GROWTH FUND

STATEMENT OF ASSETS AND LIABILITIES

AS AT 31 DECEMBER 2020 (EXPRESSED IN HONG KONG DOLLARS)

	Note	BEA Union Investment Asia Strategic Growth Fund		BEA Union Investment Global Bond Fund		BEA Union Investment Hong Kong Growth Fund		BEA Union Investment Greater China Growth Fund		BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund		BEA Union Investment Global Equity Fund		BEA Union Investment Asia Pacific Investment Grade Bond Fund		BEA Union Investment Core Accumulation Fund		BEA Union Investment Age 65 Plus Fund		BEA Union Investment Money Market Fund ⁽¹⁾	
		2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
Assets																					
Investments	6(a), 7	2,872,834,812	2,127,216,334	6,357,465,539	5,564,917,613	4,134,521,500	2,979,276,910	2,622,657,883	1,930,388,460	1,615,939,130	1,486,337,152	2,091,020,106	1,627,414,215	976,832,624	1,055,850,705	1,666,402,088	1,203,022,944	685,933,142	527,969,422	500,545,479	387,752,036
Derivative financial instruments	8	-	-	-	6,367,821	-	-	-	-	-	-	-	-	-	1,655,005	-	-	-	-	-	-
Amounts due from brokers		-	-	326,476,341	20,009,766	105,057,164	-	26,726,412	8,148,515	-	-	62,009	62,624	22,357,880	-	723,901	153,891	301,271	1,110,153	-	-
Amounts receivable on subscription		-	-	2,895,508	499,250	235,581	-	-	-	5,069,730	32,295	881,858	2,701,721	113,056	-	1,349,274	420,945	294,004	418,852	-	-
Dividends and other receivables		2,062,388	1,596,950	15,228	20,935	1,428,832	40,405	2,277,826	1,429,781	-	12	1,090,595	1,378,609	8	432	36,821	66,437	36,821	66,437	543,942	1,388,593
Cash at banks	10(d)	64,855,243	53,270,968	513,741,131	193,123,534	17,980,405	51,668,869	19,184,474	11,488,050	17,421,357	35,224,935	30,921,017	20,584,145	2,645,356	6,475,127	-	-	-	-	24,148,139	11,203,222
Total assets		2,939,752,443	2,182,084,252	7,200,593,747	5,784,938,919	4,259,223,482	3,030,986,184	2,670,846,595	1,951,454,806	1,638,430,217	1,521,594,394	2,123,975,585	1,652,141,314	1,001,948,924	1,063,981,269	1,668,512,084	1,203,664,217	686,565,238	529,564,864	525,237,560	400,343,851
Liabilities																					
Derivative financial instruments	8	-	-	14,221,318	-	-	-	-	-	-	-	149,623	264,269	56,764	-	1,552,379	1,545,098	1,289,912	1,378,306	-	-
Amounts due to brokers		-	-	466,081,333	66,407,654	39,013,415	-	22,392,480	-	-	-	62,078	62,724	8,922,534	-	1,349,274	420,945	294,004	418,852	-	-
Amounts payable on redemption		-	46,940	1,068,138	948,140	438,901	840,127	211,172	1,177,934	5,860,983	17,025,291	1,526,168	315,904	1,126,216	-	723,901	153,891	301,271	1,110,153	-	-
Accruals and other payables	10(a), 10(b), 10(c)	615,114	638,939	579,742	628,984	420,298	500,204	805,280	837,827	1,191,525	1,152,124	641,799	682,742	280,135	399,557	15,853	11,620	15,853	11,620	112,634	75,152
Total liabilities (excluding net assets attributable to unitholders)		615,114	685,879	481,950,531	67,984,778	39,872,614	1,340,331	23,408,932	2,015,761	7,052,508	18,177,415	2,379,668	1,325,639	10,385,649	399,557	3,641,407	2,131,554	1,901,040	2,918,931	112,634	75,152
Net assets attributable to unitholders																					
Financial liabilities		<u>2,939,137,329</u>	<u>2,181,398,373</u>	<u>6,718,643,216</u>	<u>5,716,954,141</u>	<u>4,219,350,868</u>	<u>3,029,645,853</u>	<u>2,647,437,663</u>	<u>1,949,439,045</u>	<u>1,631,377,709</u>	<u>1,503,416,979</u>	<u>2,121,595,917</u>	<u>1,650,815,675</u>	<u>991,563,275</u>	<u>1,063,581,712</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>525,124,926</u>	<u>400,268,699</u>
Equity		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,664,870,677</u>	<u>1,201,532,663</u>	<u>684,664,198</u>	<u>526,645,933</u>	<u>-</u>	<u>-</u>
Represented by:																					
Net assets attributable to unitholders	4	2,939,137,329	2,181,398,373	6,718,643,216	5,716,954,141	4,219,350,868	3,029,645,853	2,647,437,663	1,949,439,045	1,631,377,709	1,503,416,979	2,121,595,917	1,650,815,675	991,563,275	1,063,581,712	1,664,870,677	1,201,532,663	684,664,198	526,645,933	525,124,926	400,268,699
Number of units outstanding																					
- Class A ⁽²⁾	4	5,308,803,993	5,194,133,829	35,997,598,802	33,933,557,839	10,059,826,332	8,374,935,868	5,769,062,391	5,889,393,045	1,250,052,364	1,181,824,177	3,280,322,760	3,174,769,432	5,592,495,198	5,584,521,887	-	-	-	-	3,881,214,895	3,881,214,895
- Class D		-	-	-	-	-	-	-	-	2,662,433,903	2,831,140,521	-	-	-	-	-	-	-	-	-	-
- Class I ⁽²⁾		-	-	9,885,864,266	7,937,786,180	-	-	-	-	-	-	7,553,614,395	6,499,028,166	-	-	11,750,010,076	9,631,816,839	5,409,354,248	4,530,749,000	1,223,948,246	50,000,000
- Class R		211,105,558	243,341,729	3,389,859,314	3,357,481,923	511,688,592	696,282,573	758,098,692	769,067,467	8,291,579,321	7,999,122,347	1,595,152,191	1,599,613,165	1,563,933,685	2,793,907,671	-	-	-	-	-	-
Net asset value per unit																					
- Class A ⁽²⁾	4	537.50	405.40	141.73	130.94	403.33	339.26	415.61	299.49	152.92	142.56	222.27	189.39	144.20	134.56	-	-	-	-	103.01	101.82
- Class D		-	-	-	-	-	-	-	-	114.05	107.47	-	-	-	-	-	-	-	-	-	-
- Class I ⁽²⁾		-	-	122.01	112.69	-	-	-	-	-	-	155.88	132.76	-	-	141.69	124.75	126.57	116.24	102.40	101.52
- Class R		405.65	310.97	121.09	112.92	316.47	270.58	329.49	241.38	137.08	128.85	134.78	116.75	118.39	111.71	-	-	-	-	-	-

⁽¹⁾ The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

⁽²⁾ Class A and Class I of BEA Union Investment Money Market Fund were launched on 9 January 2019.

Approved and authorised for issue by the Trustee and the Manager on 19 April 2021

)
) For and on behalf of
) Bank of East Asia (Trustees) Limited
) 東亞銀行(信託)有限公司
)
)
) For and on behalf of
) BEA Union Investment Management Limited
) 東亞聯豐投資管理有限公司
)

The notes on pages 83 to 141 form part of these financial statements.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2020 (EXPRESSED IN HONG KONG DOLLARS)

	Note	BEA Union Investment Asia Strategic Growth Fund 2020	2019	BEA Union Investment Global Bond Fund 2020	2019	BEA Union Investment Hong Kong Growth Fund 2020	2019	BEA Union Investment Greater China Growth Fund 2020	2019	BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund 2020	2019	BEA Union Investment Global Equity Fund 2020	2019	BEA Union Investment Asia Pacific Investment Grade Bond Fund 2020	2019	BEA Union Investment Core Accumulation Fund 2020	2019	BEA Union Investment Age 65 Plus Fund 2020	2019	BEA Union Investment Money Market Fund ⁽¹⁾ 2020	2019
Income																					
Dividend income		47,522,049	51,026,232	-	-	71,377,707	76,425,686	42,908,594	37,444,415	-	-	35,907,073	29,624,699	-	-	-	-	-	-	-	-
Interest on cash at banks		1,135	2,518	7,003	64,853	423	2,959	614	16,913	217	853	163	344	1,222	1,472	-	-	-	-	435	196
Other income		-	-	25,579	-	-	-	-	-	-	-	-	-	16,277	865,455	-	-	-	-	-	-
Net gains on investments	9	711,076,667	353,769,573	491,583,161	373,186,924	615,250,655	243,886,347	724,643,031	388,540,799	109,927,278	72,773,836	312,945,290	254,673,211	48,100,678	117,068,338	212,123,113	144,060,767	63,345,536	44,676,262	5,357,490	10,628,655
Exchange (losses)/gains		(5,266,212)	(5,176,415)	(14,907,875)	(1,710,246)	(1,098,919)	(1,471,042)	(3,110,992)	(7,307,151)	(12,686)	(69,719)	2,397,680	(1,628,916)	1,817,745	(521,657)	(13,985,384)	3,591,471	(11,121,390)	3,751,677	(23,149)	(88,552)
Total investment income		<u>753,333,639</u>	<u>399,621,908</u>	<u>476,707,868</u>	<u>371,541,531</u>	<u>685,529,866</u>	<u>318,843,950</u>	<u>764,441,247</u>	<u>418,694,976</u>	<u>109,914,809</u>	<u>72,704,970</u>	<u>351,250,206</u>	<u>282,669,338</u>	<u>49,935,922</u>	<u>117,413,608</u>	<u>198,137,729</u>	<u>147,652,238</u>	<u>52,224,146</u>	<u>48,427,939</u>	<u>5,334,776</u>	<u>10,540,299</u>
Expenses																					
Investment management fees	10(a)	1,104,464	1,064,908	3,254,845	1,631,423	2,444,316	2,536,749	3,033,904	2,589,555	11,299,292	10,877,050	2,791,620	1,331,258	1,712,862	3,451,862	-	-	-	-	145,987	12,293
Trustee's fees	10(b)	92,039	88,742	325,485	163,142	203,693	211,396	303,390	258,956	1,052,332	1,011,290	279,162	133,126	171,286	345,186	-	-	-	-	29,197	2,459
Safe custody and bank charges		776,682	758,665	603,306	683,914	845,510	805,689	691,277	842,905	244,778	241,236	128,568	153,590	134,771	146,096	-	-	-	-	11,811	26,820
Audit fee		59,759	54,740	59,760	54,741	73,089	67,815	59,759	54,740	73,089	67,815	59,759	54,740	59,759	54,740	16,428	12,259	16,428	12,259	59,759	54,101
Registrar's fees	10(c)	579,114	512,709	990,137	959,393	742,352	611,593	535,061	483,056	451,815	441,213	331,073	289,648	356,476	374,470	-	-	-	-	223,690	255,538
Pre-operating expenses		-	-	-	-	-	-	-	-	-	-	-	-	-	-	29,617	29,536	29,617	29,536	2,595	1,581
Printing and publication expenses		6,351	14,228	17,802	38,344	9,081	20,114	5,639	12,866	4,372	10,351	4,739	9,720	2,429	7,257	2,464	2,408	1,089	1,222	834	488
Legal and other professional fees		46,433	70,950	3,804	78,818	6,690	39,956	63,837	58,309	896	19,757	79,799	111,433	1,030	16,230	-	-	-	-	-	96
Transaction costs	19	11,389,947	16,188,879	-	-	19,322,261	25,698,594	15,641,939	35,016,866	-	-	658,550	1,362,593	-	-	-	-	-	-	-	-
Other operating expenses		28,644	30,481	6,641	7,011	5,806	30,754	5,291	30,419	5,046	30,330	28,402	5,070	4,790	30,253	4,998	4,902	4,710	4,701	4,676	12,516
Total operating expenses		<u>14,083,433</u>	<u>18,784,302</u>	<u>5,261,780</u>	<u>3,616,786</u>	<u>23,652,798</u>	<u>30,022,660</u>	<u>20,340,097</u>	<u>39,347,672</u>	<u>13,131,620</u>	<u>12,699,042</u>	<u>4,361,672</u>	<u>3,451,178</u>	<u>2,443,403</u>	<u>4,426,094</u>	<u>53,507</u>	<u>49,105</u>	<u>51,844</u>	<u>47,718</u>	<u>478,549</u>	<u>365,892</u>
Profit before taxation		<u>739,250,206</u>	<u>380,837,606</u>	<u>471,446,088</u>	<u>367,924,745</u>	<u>661,877,068</u>	<u>288,821,290</u>	<u>744,101,150</u>	<u>379,347,304</u>	<u>96,783,189</u>	<u>60,005,928</u>	<u>346,888,534</u>	<u>279,218,160</u>	<u>47,492,519</u>	<u>112,987,514</u>	<u>198,084,222</u>	<u>147,603,133</u>	<u>52,172,302</u>	<u>48,380,221</u>	<u>4,856,227</u>	<u>10,174,407</u>
Overseas tax	13	(5,234,800)	(5,723,610)	(715,787)	(1,065,372)	(3,027,542)	(3,737,958)	(3,727,626)	(3,901,019)	-	-	(8,116,343)	(6,050,638)	(11,266)	(117,267)	-	-	-	-	-	-
Change in net assets attributable to unitholders from operations		<u>734,015,406</u>	<u>375,113,996</u>	<u>470,730,301</u>	<u>366,859,373</u>	<u>658,849,526</u>	<u>285,083,332</u>	<u>740,373,524</u>	<u>375,446,285</u>	<u>96,783,189</u>	<u>60,005,928</u>	<u>338,772,191</u>	<u>273,167,522</u>	<u>47,481,253</u>	<u>112,870,247</u>	<u>198,084,222</u>	<u>147,603,133</u>	<u>52,172,302</u>	<u>48,380,221</u>	<u>4,856,227</u>	<u>10,174,407</u>

⁽¹⁾ The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

The notes on pages 83 to 141 form part of these financial statements.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS/STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2020 (EXPRESSED IN HONG KONG DOLLARS)

	BEA Union Investment Asia Strategic Growth Fund		BEA Union Investment Global Bond Fund		BEA Union Investment Hong Kong Growth Fund		BEA Union Investment Greater China Growth Fund		BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
Net assets attributable to unitholders at beginning of the year/period	2,181,398,373	1,815,361,380	5,716,954,141	5,407,795,534	3,029,645,853	1,779,234,053	1,949,439,045	1,623,514,413	1,503,416,979	1,499,265,695
Proceeds on subscription of units	241,055,502	23,563,075	1,600,851,871	1,145,159,357	1,437,986,289	1,199,131,032	38,304,345	26,645,902	263,924,942	144,520,929
Payments on redemption of units	(217,331,952)	(32,640,078)	(1,069,893,097)	(1,202,860,123)	(907,130,800)	(233,802,564)	(80,679,251)	(76,167,555)	(232,747,401)	(200,375,573)
	<u>2,205,121,923</u>	<u>1,806,284,377</u>	<u>6,247,912,915</u>	<u>5,350,094,768</u>	<u>3,560,501,342</u>	<u>2,744,562,521</u>	<u>1,907,064,139</u>	<u>1,573,992,760</u>	<u>1,534,594,520</u>	<u>1,443,411,051</u>
Change in net assets attributable to unitholders from operations	734,015,406	375,113,996	470,730,301	366,859,373	658,849,526	285,083,332	740,373,524	375,446,285	96,783,189	60,005,928
Net assets attributable to unitholders at end of the year/period	<u>2,939,137,329</u>	<u>2,181,398,373</u>	<u>6,718,643,216</u>	<u>5,716,954,141</u>	<u>4,219,350,868</u>	<u>3,029,645,853</u>	<u>2,647,437,663</u>	<u>1,949,439,045</u>	<u>1,631,377,709</u>	<u>1,503,416,979</u>
	BEA Union Investment Global Equity Fund		BEA Union Investment Asia Pacific Investment Grade Bond Fund		BEA Union Investment Core Accumulation Fund		BEA Union Investment Age 65 Plus Fund		BEA Union Investment Money Market Fund ⁽¹⁾	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
Net assets attributable to unitholders at beginning of the year/period	1,650,815,675	1,044,130,721	1,063,581,712	950,729,782	1,201,532,663	730,137,505	526,645,933	413,731,683	400,268,699	–
Proceeds on subscription of units	377,734,448	473,239,542	333,467,779	357,463,175	295,780,753	337,198,248	125,816,727	101,920,927	120,000,000	576,278,533
Payments on redemption of units	(245,726,397)	(139,722,110)	(452,967,469)	(357,481,492)	(30,526,961)	(13,406,223)	(19,970,764)	(37,386,898)	–	(186,184,241)
	<u>1,782,823,726</u>	<u>1,377,648,153</u>	<u>944,082,022</u>	<u>950,711,465</u>	<u>1,466,786,455</u>	<u>1,053,929,530</u>	<u>632,491,896</u>	<u>478,265,712</u>	<u>520,268,699</u>	<u>390,094,292</u>
Change in net assets attributable to unitholders from operations	338,772,191	273,167,522	47,481,253	112,870,247	198,084,222	147,603,133	52,172,302	48,380,221	4,856,227	10,174,407
Net assets attributable to unitholders at end of the year/period	<u>2,121,595,917</u>	<u>1,650,815,675</u>	<u>991,563,275</u>	<u>1,063,581,712</u>	<u>1,664,870,677</u>	<u>1,201,532,663</u>	<u>684,664,198</u>	<u>526,645,933</u>	<u>525,124,926</u>	<u>400,268,699</u>

⁽¹⁾ The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS/STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2020 (EXPRESSED IN HONG KONG DOLLARS) (CONTINUED)

	BEA Union Investment Asia Strategic Growth Fund		BEA Union Investment Global Bond Fund		BEA Union Investment Hong Kong Growth Fund		BEA Union Investment Greater China Growth Fund		BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund		BEA Union Investment Global Equity Fund		BEA Union Investment Asia Pacific Investment Grade Bond Fund		BEA Union Investment Core Accumulation Fund		BEA Union Investment Age 65 Plus Fund		BEA Union Investment Money Market Fund ⁽¹⁾	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	Units	Units	Units	Units	Units	Units	Units	Units	Units	Units	Units	Units	Units	Units	Units	Units	Units	Units	Units	Units
Class A ⁽²⁾																				
Balance at the beginning of the year/period	5,194,133.829	5,208,405.325	33,933,557.839	38,509,951.658	8,374,935.868	5,502,656.468	5,889,393.045	6,041,706.506	1,181,824.177	1,139,025.791	3,174,769.432	3,202,745.119	5,584,521.887	5,584,521.887	-	-	-	-	3,881,214.895	-
Units issued	571,834.565	62,693.241	8,425,927.202	3,971,914.510	4,077,191.325	3,553,850.917	109,461.039	91,454.208	146,935.620	89,421.810	156,483.309	120,932.884	217,230.516	-	-	-	-	-	-	5,712,536.524
Units redeemed	(457,164.401)	(76,964.737)	(6,361,886.239)	(8,548,308.329)	(2,392,300.861)	(681,571.517)	(229,791.693)	(243,767.669)	(78,707.433)	(46,623.424)	(50,929.981)	(148,908.571)	(209,257.205)	-	-	-	-	-	-	(1,831,321.629)
Balance at the end of the year/period	<u>5,308,803.993</u>	<u>5,194,133.829</u>	<u>35,997,598.802</u>	<u>33,933,557.839</u>	<u>10,059,826.332</u>	<u>8,374,935.868</u>	<u>5,769,062.391</u>	<u>5,889,393.045</u>	<u>1,250,052.364</u>	<u>1,181,824.177</u>	<u>3,280,322.760</u>	<u>3,174,769.432</u>	<u>5,592,495.198</u>	<u>5,584,521.887</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,881,214.895</u>	<u>3,881,214.895</u>
Class D																				
Balance at the beginning of the year	-	-	-	-	-	-	-	-	2,831,140.521	2,874,672.976	-	-	-	-	-	-	-	-	-	-
Units issued	-	-	-	-	-	-	-	-	54,338.754	183,516.450	-	-	-	-	-	-	-	-	-	-
Units redeemed	-	-	-	-	-	-	-	-	(223,045.372)	(227,048.905)	-	-	-	-	-	-	-	-	-	-
Balance at the end of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,662,433.903</u>	<u>2,831,140.521</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Class I ⁽²⁾																				
Balance at the beginning of the year/period	-	-	7,937,786.180	5,965,060.937	-	-	-	-	-	-	6,499,028.166	4,999,643.614	-	-	9,631,816.839	6,864,144.777	4,530,749.000	3,947,580.618	50,000.000	-
Units issued	-	-	3,313,212.819	2,557,115.458	-	-	-	-	-	-	2,609,320.010	2,161,917.595	-	-	2,358,693.581	2,883,138.290	1,046,545.093	913,444.809	1,173,948.246	50,000.000
Units redeemed	-	-	(1,365,134.733)	(584,390.215)	-	-	-	-	-	-	(1,554,733.781)	(662,533.043)	-	-	(240,500.344)	(115,466.228)	(167,939.845)	(330,276.427)	-	-
Balance at the end of the year/period	<u>-</u>	<u>-</u>	<u>9,885,864.266</u>	<u>7,937,786.180</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,553,614.395</u>	<u>6,499,028.166</u>	<u>-</u>	<u>-</u>	<u>11,750,010.076</u>	<u>9,631,816.839</u>	<u>5,409,354.248</u>	<u>4,530,749.000</u>	<u>1,223,948.246</u>	<u>50,000.000</u>
Class R																				
Balance at the beginning of the year	243,341.729	257,479.230	3,357,481.923	475,711.625	696,282.573	640,965.473	769,067.467	812,755.425	7,999,122.347	8,454,392.425	1,599,613.165	179,864.407	2,793,907.671	2,785,360.983	-	-	-	-	-	-
Units issued	11,149.134	2,162.435	482,090.576	3,110,300.783	30,115.455	128,803.629	7,967.528	9,405.288	1,753,164.413	877,893.841	278,111.966	1,727,921.407	2,602,666.222	3,214,160.279	-	-	-	-	-	-
Units redeemed	(43,385.305)	(16,299.936)	(449,713.185)	(228,530.485)	(214,709.436)	(73,486.529)	(18,936.303)	(53,093.246)	(1,460,707.439)	(1,333,163.919)	(282,572.940)	(308,172.649)	(3,832,640.208)	(3,205,613.591)	-	-	-	-	-	-
Balance at the end of the year	<u>211,105.558</u>	<u>243,341.729</u>	<u>3,389,859.314</u>	<u>3,357,481.923</u>	<u>511,688.592</u>	<u>696,282.573</u>	<u>758,098.692</u>	<u>769,067.467</u>	<u>8,291,579.321</u>	<u>7,999,122.347</u>	<u>1,595,152.191</u>	<u>1,599,613.165</u>	<u>1,563,933.685</u>	<u>2,793,907.671</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

⁽¹⁾ The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

⁽²⁾ Class A and Class I of BEA Union Investment Money Market Fund were launched on 9 January 2019.

The notes on pages 83 to 141 form part of these financial statements.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

CASH FLOW STATEMENT

FOR THE YEAR/PERIOD ENDED 31 DECEMBER 2019 (EXPRESSED IN HONG KONG DOLLARS)

	BEA Union Investment Asia Strategic Growth Fund		BEA Union Investment Global Bond Fund		BEA Union Investment Hong Kong Growth Fund		BEA Union Investment Greater China Growth Fund		BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund		BEA Union Investment Global Equity Fund		BEA Union Investment Asia Pacific Investment Grade Bond Fund		BEA Union Investment Core Accumulation Fund		BEA Union Investment Age 65 Plus Fund		BEA Union Investment Money Market Fund ⁽¹⁾		
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	
Operating activities																					
Profit before taxation	739,250,206	380,837,606	471,446,088	367,924,745	661,877,068	288,821,290	744,101,150	379,347,304	96,783,189	60,005,928	346,888,534	279,218,160	47,492,519	112,987,514	198,084,222	147,603,133	52,172,302	48,380,221	4,856,227	10,174,407	
Adjustments for:																					
Interest on cash at banks	(1,135)	(2,518)	(7,003)	(64,853)	(423)	(2,959)	(614)	(16,913)	(217)	(853)	(163)	(344)	(1,222)	(1,472)	-	-	-	-	(435)	(196)	
Interest on bank deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(4,863,465)	(7,191,917)
Dividend income	(47,522,049)	(51,026,232)	-	-	(71,377,707)	(76,425,686)	(42,908,594)	(37,444,415)	-	-	(35,907,073)	(29,624,699)	-	-	-	-	-	-	-	-	
Other income	-	-	(25,579)	-	-	-	-	-	-	-	-	-	(16,277)	(865,455)	-	-	-	-	-	-	
Operating profit before working capital changes	691,727,022	329,808,856	471,413,506	367,859,892	590,498,938	212,392,645	701,191,942	341,885,976	96,782,972	60,005,075	310,981,298	249,593,117	47,475,020	112,120,587	198,084,222	147,603,133	52,172,302	48,380,221	(7,673)	2,982,294	
Net (increase)/decrease in investments	(745,618,478)	(374,324,300)	(792,547,926)	(339,996,422)	(1,155,244,590)	(1,208,251,987)	(692,269,423)	(377,603,665)	(129,601,978)	2,013,681	(463,605,891)	(601,620,896)	79,018,081	(113,556,513)	(463,379,144)	(472,065,944)	(157,963,720)	(113,294,761)	(112,793,443)	(387,752,036)	
Net decrease/(increase) in amounts due from brokers	-	46,363,664	(306,466,575)	(20,009,766)	(105,057,164)	57,374,075	(18,577,897)	14,217,532	-	-	615	1,659,827	(22,357,880)	43,937,568	(570,010)	(153,891)	808,882	(455,294)	-	-	
Net decrease/(increase) in other receivables	-	-	3,390	(6,475)	-	-	-	-	-	-	1,012	(9,003)	-	-	29,616	29,536	29,616	29,537	2,595	(10,419)	
Net change in derivative financial instruments	-	-	20,589,139	(9,975,759)	-	-	-	-	-	-	(114,646)	184,487	1,711,769	(2,632,043)	7,281	641,089	(88,394)	350,813	-	-	
Net (decrease)/increase in amounts due to brokers	-	(24,645,393)	399,673,679	66,407,654	39,013,415	(53,612,813)	22,392,480	(37,406,038)	-	-	(646)	(7,580,769)	8,922,534	(37,994,258)	928,329	(256,930)	(124,848)	388,445	-	-	
Net (decrease)/increase in accruals and other payables	(27,507)	10,848	(49,242)	379,125	(79,906)	105,658	(32,547)	81,630	39,401	15,701	31,942	306,950	(119,422)	12,023	4,233	161	4,233	161	37,482	75,152	
Cash (used in)/generated from operations	(53,918,963)	(22,786,325)	(207,384,029)	64,658,249	(630,869,307)	(991,992,422)	12,704,555	(58,824,565)	(32,779,605)	62,034,457	(152,706,316)	(357,466,287)	114,650,102	1,887,364	(264,895,473)	(324,202,846)	(105,161,929)	(64,600,878)	(112,761,039)	(384,705,009)	
Dividend received, net of withholding tax	41,825,468	44,199,779	-	-	66,961,443	72,763,144	38,329,052	32,523,916	-	-	28,336,452	23,356,633	-	-	-	-	-	-	-	-	
Interest received, net of withholding tax	1,160	4,362	(167,469)	(583,450)	718	2,930	4,485	23,084	229	851	169	343	(9,620)	(57,783)	-	-	-	-	5,705,956	5,813,939	
Overseas tax paid	-	-	(538,998)	(415,736)	-	-	-	-	-	-	(331,611)	(70,569)	-	(58,443)	-	-	-	-	-	-	
Other income received	-	-	25,579	-	-	-	-	-	-	-	-	-	16,277	865,455	-	-	-	-	-	-	
Net cash (used in)/generated from operating activities	(12,092,335)	21,417,816	(208,064,917)	63,659,063	(563,907,146)	(919,226,348)	51,038,092	(26,277,565)	(32,779,376)	62,035,308	(124,701,306)	(334,179,880)	114,656,759	2,636,593	(264,895,473)	(324,202,846)	(105,161,929)	(64,600,878)	(107,055,083)	(378,891,070)	
Financing activities																					
Proceeds on subscription of units	241,055,502	23,563,075	1,598,455,613	1,144,948,804	1,437,750,708	1,200,089,054	38,304,345	26,645,902	258,887,507	144,488,634	379,554,311	470,957,406	333,354,723	357,463,175	294,852,424	337,455,178	125,941,575	101,532,482	120,000,000	576,278,533	
Payments on redemption of units	(217,378,892)	(32,594,094)	(1,069,773,099)	(1,202,779,221)	(907,532,026)	(249,945,098)	(81,646,013)	(74,989,621)	(243,911,709)	(184,308,304)	(244,516,133)	(139,684,328)	(451,841,253)	(394,997,842)	(29,956,951)	(13,252,332)	(20,779,646)	(36,931,604)	-	(186,184,241)	
Net cash generated from/(used in) financing activities	23,676,610	(9,031,019)	528,682,514	(57,830,417)	530,218,682	950,143,956	(43,341,668)	(48,343,719)	14,975,798	(39,819,670)	135,038,178	331,273,078	(118,486,530)	(37,534,667)	264,895,473	324,202,846	105,161,929	64,600,878	120,000,000	390,094,292	
Net increase/(decrease) in cash and cash equivalents	11,584,275	12,386,797	320,617,597	5,828,646	(33,688,464)	30,917,608	7,696,424	(74,621,284)	(17,803,578)	22,215,638	10,336,872	(2,906,802)	(3,829,771)	(34,898,074)	-	-	-	-	12,944,917	11,203,222	
Cash and cash equivalents at beginning of the year	53,270,968	40,884,171	193,123,534	187,294,888	51,668,869	20,751,261	11,488,050	86,109,334	35,224,935	13,009,297	20,584,145	23,490,947	6,475,127	41,373,201	-	-	-	-	11,203,222	-	
Cash and cash equivalents at end of the year	64,855,243	53,270,968	513,741,131	193,123,534	17,980,405	51,668,869	19,184,474	11,488,050	17,421,357	35,224,935	30,921,017	20,584,145	2,645,356	6,475,127	-	-	-	-	24,148,139	11,203,222	
Supplemental cash flow information:																					
Proceeds from sale of investments	2,185,902,187	3,057,178,007	7,368,204,646	13,058,126,943	3,787,719,957	5,048,619,330	2,948,454,952	6,705,982,944	1,510,071,033	2,159,930,488	606,791,362	833,220,003	2,912,911,813	3,038,918,418	257,595,162	82,484,277	101,147,251	61,224,902	285,775,480	1,117,700,780	
Payments for purchase of investments	(2,220,443,998)	(3,056,014,463)	(7,673,225,236)	(13,090,320,676)	(4,393,757,641)	(6,009,223,708)	(2,912,266,761)	(6,718,234,316)	(1,571,903,199)	(2,127,314,752)	(757,451,994)	(1,186,088,630)	(2,833,222,706)	(3,072,757,081)	(508,492,874)	(410,900,275)	(195,081,401)	(129,910,250)	(399,170,281)	(1,503,178,849)	

⁽¹⁾ The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

The notes on pages 83 to 141 form part of these financial statements.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED)

1 The Fund

BEA Union Investment Capital Growth Fund (the "Fund") was established by the Trust Deed dated 22 September 2000, as amended and restated (the "Trust Deed, as amended and restated").

The Fund is an umbrella fund which offers ten investment funds (collectively the "Sub-funds") with different investment objectives and policies. As at 31 December 2020, the investment funds offered four classes of units, Class A, Class D, Class I and Class R. There is a minimum amount for initial investment and subsequent holding for Class D, Class I and Class R units. The Sub-funds of the Fund are:

– BEA Union Investment Asia Strategic Growth Fund	– launched on 15 April 2003
– BEA Union Investment Global Bond Fund	– launched on 1 March 2004
– BEA Union Investment Hong Kong Growth Fund	– launched on 10 December 2004
– BEA Union Investment Greater China Growth Fund	– launched on 1 September 2006
– BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund	– launched on 6 November 2007
– BEA Union Investment Global Equity Fund	– launched on 4 October 2012
– BEA Union Investment Asia Pacific Investment Grade Bond Fund	– launched on 20 June 2014
– BEA Union Investment Core Accumulation Fund	– launched on 1 April 2017
– BEA Union Investment Age 65 Plus Fund	– launched on 1 April 2017
– BEA Union Investment Money Market Fund	– launched on 9 January 2019

The Fund and the Sub-funds are authorised by the Hong Kong Securities and Futures Commission (the "SFC") under Section 104 of the Hong Kong Securities and Futures Ordinance (the "SFO") and approved by the Mandatory Provident Fund Schemes Authority (the "MPFA") under Section 6 of the Mandatory Provident Fund Schemes (General) Regulation (the "General Regulation") as approved pooled investment funds ("APIFs").

The Trust Deed, as amended and restated, does not contain any requirement that a combined set of financial statements for the Fund itself be prepared. These financial statements are prepared for the Sub-funds only.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

2 Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been applied consistently and are consistent with those used in the previous year, unless otherwise stated.

(a) Statement of compliance

These financial statements have been prepared in accordance with all applicable Hong Kong Financial Reporting Standards ("HKFRSs"), which collective term includes all applicable individual Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards ("HKASs") and Interpretations issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"), accounting principles generally accepted in Hong Kong, the relevant provisions of the Trust Deed, as amended and restated, the Hong Kong Mandatory Provident Fund Schemes Ordinance (the "Ordinance"), the General Regulation, the Code on Unit Trusts and Mutual Funds issued by the SFC and other relevant guidelines issued by the MPFA. A summary of the significant accounting policies adopted by the Sub-funds is set out below.

The HKICPA has issued certain new and revised HKFRSs that are first effective or available for early adoption for the current accounting year of the Sub-funds. Note 3 provides information on any changes in accounting policies resulting from initial application of these developments to the extent that they are relevant to the Sub-funds for the current and prior accounting years reflected in these financial statements.

(b) Basis of preparation of the financial statements

The measurement basis used in the preparation of the financial statements is the historical cost basis except that financial instruments classified as fair value through profit or loss are stated at their fair value as explained in the accounting policies set out below.

The preparation of financial statements in conformity with HKFRSs requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

2 Summary of significant accounting policies (continued)

(c) Investments

(i) Classification of financial assets

On initial recognition, the Sub-funds classify financial assets as measured at amortised cost or fair value through profit or loss ("FVTPL").

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest ("SPPI").

All other financial assets of the Sub-funds are measured at FVTPL.

Business model assessment

In making an assessment of the objective of the business model in which a financial asset is held, the Sub-funds consider all of the relevant information about how the business is managed, including:

- the documented investment strategy and the execution of this strategy in practice. This includes whether the investment strategy focuses on earning contractual interest income, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of any related liabilities or expected cash outflows or realising cash flows through the sale of the assets;
- how the performance of the portfolio is evaluated and reported to the Sub-fund's management;
- the risks that affect the performance of the business model (and the financial assets held within that business model) and how those risks are managed;
- how the investment manager is compensated: e.g. whether compensation is based on the fair value of the assets managed or the contractual cash flows collected; and
- the frequency, volume and timing of sales of financial assets in prior periods, the reasons for such sales and expectations about future sales activity.

Transfers of financial assets to third parties in transactions that do not qualify for derecognition are not considered sales for this purpose, consistent with the Sub-funds' continuing recognition of the assets.

The Sub-funds have determined that they have two business models.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

2 Summary of significant accounting policies (continued)

(c) Investments (continued)

(i) Classification of financial assets (continued)

- Held-to-collect business model: this includes amounts due from brokers, amounts receivable on subscription, dividends and other receivables and cash at banks. These financial assets are held to collect contractual cash flow.
- Other business model: this includes bank deposits, debt securities and equity instruments. These financial assets are managed and their performance is evaluated, on a fair value basis, with frequent sales taking place.

Assessment whether contractual cash flows are SPPI

For the purposes of this assessment, "principal" is defined as the fair value of the financial asset on initial recognition. "Interest" is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are SPPI, the Sub-funds consider the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making this assessment, the Sub-funds consider:

- contingent events that would change the amount or timing of cash flows;
- leverage features;
- prepayment and extension features;
- terms that limit the Sub-funds' claim to cash flows from specified assets (e.g. non-recourse features); and
- features that modify consideration for of the time value of money (e.g. periodical reset of interest rates).

The Sub-funds classify their investments based on the business model and contractual cash flows assessment. Accordingly, the Sub-funds classify all their equity instruments, debt securities derivative financial instruments and bank deposits into financial assets at FVTPL category. Financial assets measured at amortised cost include amounts due from brokers, amounts receivable on subscription, dividends and other receivables and cash at banks.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

2 Summary of significant accounting policies (continued)

(c) Investments (continued)

(i) Classification of financial assets (continued)

Reclassifications

Financial assets are not reclassified subsequent to their initial recognition unless the Sub-funds were to change their business model for managing financial assets, in which case all affected financial assets would be reclassified on the first day of the first reporting period following the change in the business model.

(ii) Classification of financial liabilities

Financial liabilities are classified as measured at amortised cost or FVTPL.

A financial liability is classified as at FVTPL if it is a derivative. Financial liabilities at FVTPL are measured at fair value and net gains and losses are recognised in profit or loss.

Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in profit or loss.

Any gain or loss on derecognition is also recognised in profit or loss.

Accordingly, the Sub-funds classify all their derivative financial instrument into financial liabilities at FVTPL category. Financial liabilities measured at amortised cost include amounts due to brokers, amounts payable on redemption and accruals and other payables.

(iii) Recognition

The Sub-funds recognise financial assets and financial liabilities on the date they becomes a party to the contractual provisions of the instruments.

A regular way purchase or sale of financial assets or financial liabilities at fair value through profit or loss is recognised on a trade date basis. From this date, any gains or losses arising from changes in fair value of the financial assets or financial liabilities at fair value through profit or loss are recorded.

Financial liabilities are not recognised unless one of the parties has performed their obligations under the contract or the contract is a derivative contract not exempted from the scope of HKFRS 9.

(iv) Measurement

Financial instruments are measured initially at fair value (transaction price). Transaction costs on financial assets and liabilities at fair value through profit or loss are expensed immediately.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

2 Summary of significant accounting policies (continued)

(c) Investments (continued)

(iv) Measurement (continued)

Subsequent to initial recognition, all instruments classified at fair value through profit or loss are measured at fair value with changes in their fair values recognised in profit or loss.

Financial assets classified as loans and receivables are carried at amortised cost using the effective interest rate method, less impairment losses, if any.

Financial liabilities, other than those at fair value through profit or loss, are measured at amortised cost using the effective interest rate method.

(v) Fair value measurement principles

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 in the principal or, in its absence, the most advantageous market to which the Sub-funds have access at that date. The fair value of a liability reflects its non-performance risk.

When available, the Sub-funds measure the fair value of an instrument using the quoted price in an active market for that instrument. A market is regarded as active if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

If there is no quoted price in an active market, then the Sub-funds use valuation techniques that maximise the use of relevant observable inputs and minimise the use of unobservable inputs. The chosen valuation technique incorporates all of the factors that market participants would take into account in pricing a transaction.

As at 31 December 2020 and 2019, investments that are listed or traded on an exchanged are valued based on their quoted last traded prices.

The Sub-funds recognise transfers between levels of the fair value hierarchy as at the end of the reporting period during which the change has occurred.

Net gains or losses on investments are included in profit or loss. Realised gains or losses on investments and unrealised gains or losses on investments arising from a change in fair value are provided in note 9. Net realised gains or losses from financial instruments at fair value through profit or loss is calculated using the average cost method.

(vi) Amortised cost measurement

The "amortised cost" of a financial asset or financial liability is the amount at which the financial asset or financial liability is measured on initial recognition minus the principal repayments, plus or minus the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount and, for financial assets, adjusted for any loss allowance.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

2 Summary of significant accounting policies (continued)

(c) Investments (continued)

(vii) Impairment

The Sub-funds recognise loss allowances for expected credit losses ("ECLs") on financial assets measured at amortised cost.

The Sub-funds measure loss allowances at an amount equal to lifetime ECLs, except for the following, which are measured at 12-month ECLs:

- financial assets that are determined to have low credit risk at the reporting date; and
- other financial assets for which credit risk (i.e. the risk of default occurring over the expected life of the asset) has not increased significantly since initial recognition.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Sub-funds consider reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Sub-funds' historical experience and informed credit assessment and including forward-looking information.

The Sub-funds assume that the credit risk on a financial asset has increased significantly if it is more than 30 days past due.

The Sub-funds consider a financial asset to be in default when:

- the borrower is unlikely to pay its credit obligations to the Sub-funds in full, without recourse by the Sub-funds to actions such as realising security (if any is held); or
- the financial asset is more than 90 days past due.

The Sub-funds consider a financial asset to have low credit risk when the credit rating of the counterparty is equivalent to the globally understood definition of 'investment grade'. The Sub-funds consider this to be Baa3 or higher per Moody's or BBB- or higher per Standard & Poor's.

Lifetime ECLs are the ECLs that result from all possible default events over the expected life of a financial instrument.

12-month ECLs are the portion of ECLs that result from default events that are possible within the 12 months after the reporting date (or a shorter period if the expected life of the instrument is less than 12 months).

The maximum period considered when estimating ECLs is the maximum contractual period over which the Fund is exposed to credit risk.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

2 Summary of significant accounting policies (continued)

(c) Investments (continued)

(vii) Impairment (continued)

Measurement of ECLs

ECLs are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the entity in accordance with the contract and the cash flows that the Fund expects to receive).

ECLs are discounted at the effective interest rate of the financial asset.

Credit-impaired financial assets

At each reporting date, the Sub-funds assess whether financial assets carried at amortised cost are credit-impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

Evidence that a financial asset is credit-impaired includes the following observable data:

- significant financial difficulty of the borrower or issuer;
- a breach of contract such as a default or being more than 90 days past due; or
- it is probable that the borrower will enter bankruptcy or other financial reorganisation.

Presentation of allowance for ECLs in the statement of assets and liabilities

Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the assets.

Write-off

The gross carrying amount of a financial asset is written off when the Sub-funds have no reasonable expectations of recovering a financial asset in its entirety or a portion thereof.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

2 Summary of significant accounting policies (continued)

(c) Investments (continued)

(viii) Derecognition

A financial asset is derecognised when the contractual rights to receive the cash flows from the financial asset expire, or where the financial asset together with substantially all the risks and rewards of ownership, have been transferred.

Assets held for trading that are sold are derecognised and corresponding receivables from brokers are recognised as of the date the Sub-funds commit to sell the assets.

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expires.

On derecognition of a financial asset, the difference between the carrying value of the asset and the consideration received is recognised in profit or loss.

(ix) Offsetting

Financial assets and financial liabilities are offset and the net amount is reported in the statement of assets and liabilities when the Sub-funds have a legally enforceable right to offset the recognised amounts and the transactions are intended to be settled on a net basis or simultaneously, e.g. through a market clearing mechanism.

(d) Foreign currency forward contracts

Outstanding foreign currency forward contracts are valued at the year end date by reference to the forward rate of exchange applicable to the outstanding term of the contracts. Unrealised gains and losses on outstanding contracts and realised gains and losses on closed contracts are included in profit or loss under the heading "exchange (losses)/gains".

(e) Income and expenses

Interest income and expenses are recognised as they accrue under the effective interest method using the rate that exactly discounts estimated future cash receipts or payments through the expected life of the financial asset or financial liability to the gross carrying amount of the financial asset or financial liability. Dividend income is recognised when the underlying securities are quoted ex-dividend. Dividend is presented gross of any non-recoverable withholding taxes, which are separately disclosed in profit or loss. Interest income on debt securities and bank deposits are included in gains on investments. All other income and expenses are accounted for on an accruals basis.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

2 Summary of significant accounting policies (continued)

(f) Units in issue

The Sub-funds classify capital instruments as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instruments.

A puttable financial instrument is classified as an equity instrument if it has all of the following features:

- It entitles the holder to a pro rata share of the sub-fund's net assets in the event of the sub-fund's liquidation.
- The instrument is in the class of instruments that is subordinate to all other classes of instruments.
- All financial instruments in the class of instruments that is subordinate to all other classes of instruments have identical features.
- The instrument does not include any contractual obligation to deliver cash or another financial asset other than the holder's rights to a pro rata share of the Sub-fund's net assets.
- The total expected cash flows attributable to the instrument over the life of the instrument are based substantially on the profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the sub-fund over the life of the instrument.

In addition to the instrument having all the above features, the sub-fund must have no other financial instrument or contract that has:

- Total cash flows based substantially on the profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the sub-fund; and
- The effect of substantially restricting or fixing the residual return to the puttable instrument holders.

BEA Union Investment Asia Strategic Growth Fund, BEA Union Investment Hong Kong Growth Fund, BEA Union Investment Greater China Growth Fund and BEA Union Investment Asia Pacific Investment Grade Bond Fund have four classes of redeemable units: Class A, Class D, Class I and Class R. Class A and Class R units were in issue.

BEA Union Investment Global Bond Fund and BEA Union Investment Global Equity Fund have four classes of redeemable units: Class A, Class D, Class I and Class R. Class A, Class I and Class R units were in issue.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

2 Summary of significant accounting policies (continued)

(f) Units in issue (continued)

BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund has four classes of redeemable units: Class A, Class D, Class I and Class R. Class A, Class D and Class R units were in issue.

BEA Union Investment Core Accumulation Fund and BEA Union Investment Age 65 Plus Fund have one class of redeemable unit in issue, which was Class I.

BEA Union Investment Money Market Fund has two classes of redeemable units: Class A, and Class I. Class A and Class I units were in issue.

All redeemable units issued by the Sub-funds provide the investors with the right to require redemption for cash at a value proportionate to the investor's share in the corresponding sub-fund's net assets at each daily redemption date and also in the event of the corresponding sub-fund's liquidation.

Consequently, except for BEA Union Investment Core Accumulation Fund and BEA Union Investment Age 65 Plus Fund, all the Sub-funds have issued multiple classes of units, which rank pari passu in all material respects but have different terms and conditions as set out in the Explanatory Memorandum, which include minimum investment amounts, management fees, preliminary charges, realisation charges, switching fees, holders' servicing fees and distribution policy. Those redeemable units are the most subordinate classes of financial instruments in the Sub-funds. However, as the different classes of redeemable units do not have identical features, they do not meet the criteria for equity classification and therefore are classified as financial liabilities. They are measured at the redemption amounts.

Redeemable units of BEA Union Investment Core Accumulation Fund and BEA Union Investment Age 65 Plus Fund meet the definition of puttable instruments and being classified as equity instruments as at 31 December 2020 and 2019.

The Trustee continuously assesses the classification of the redeemable units. If the redeemable units cease to have all the features or meet all the conditions set out in paragraphs 16A and 16B of HKAS 32, the Trustee will reclassify them as financial liabilities and measure them at fair value at the date of the reclassification, with any differences from the previous carrying amount recognised in equity. If the redeemable units subsequently have all the features and meet the conditions set out in paragraphs 16A and 16B of HKAS 32, the Trustee will reclassify them as equity instruments and measure them at the carrying amount of the liabilities at the date of the reclassification.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

2 Summary of significant accounting policies (continued)

(g) Foreign currencies translation

(i) *Functional and presentation currency*

Items included in the Sub-funds' financial statements are measured using the currency of the primary economic environment in which they operate (the "functional currency").

The financial statements of the Sub-funds are presented in Hong Kong dollars ("HKD"), which is these sub-funds' functional and 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 exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

(h) Cash and cash equivalents

Cash and cash equivalents comprise cash at banks and on hand and demand deposits with banks and other financial institutions that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value, having been within three months of maturity at acquisition.

(i) Financial assets and liabilities not at fair value

Financial assets that are measured at amortised cost include amounts due from brokers, amounts receivable on subscription, dividends and other receivables and cash at banks, which are initially recognised at fair value and subsequently stated at amortised cost using the effective interest method, less impairment losses, if any.

Financial liabilities that are not at fair value through profit or loss include amounts due to brokers, amounts payable on redemption and accruals and other payables, which are initially recognised at fair value and subsequently stated at amortised cost using the effective interest method.

(j) Offsetting

Financial assets and financial liabilities are offset and the net amount presented in the statement of assets and liabilities when, and only when, the Sub-funds have a legal right to offset the amounts and it intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

Income and expenses are presented on a net basis for gains and losses from financial instruments at FVTPL and foreign exchange gains and losses.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

2 Summary of significant accounting policies (continued)

(k) Related parties

- (a) A person, or a close member of that person's family, is related to the Sub-funds if that person:
- (i) has control or joint control over the Sub-funds;
 - (ii) has significant influence over the Sub-funds; or
 - (iii) is a member of the key management personnel of the Sub-funds or the Sub-funds' parent.
- (b) An entity is related to the Sub-funds if any of the following conditions applies:
- (i) The entity and the Sub-funds are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
 - (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).
 - (iii) Both entities are joint ventures of the same third party.
 - (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity.
 - (v) The entity is a post-employment benefit plan for the benefit of employees of an entity related to the Sub-funds.
 - (vi) The entity is controlled or jointly controlled by a person identified in (a).
 - (vii) A person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).
 - (viii) The entity, or any member of a group which it is a part, provides key management personnel services to the Sub-funds or to the Sub-fund's parent.

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity.

(l) Segment reporting

Operating segments are reported in a manner consistent with the internal reporting used by the chief operating decision-maker. The chief operating decision-maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as BEA Union Investment Management Limited (the "Manager").

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

3 Changes in accounting policies

The HKICPA has issued a number of amendments to HKFRSs that are first effective for the current accounting period of the Fund. None of these developments have had a material effect on how the Fund's result and financial position for the current or prior periods have been prepared or presented.

The Fund has not applied any new standard or interpretation that is not yet effective for the current accounting period (see note 22).

4 Capital management and units in issue

The Sub-funds' capital is represented by the net assets attributable to unitholders. The Sub-funds have no restrictions on the subscription and redemption of units. Subscriptions and redemptions of units during the year are shown on the statement of changes in net assets attributable to unitholders. In order to achieve the investment objectives, the Sub-funds endeavor to invest subscriptions received in accordance with the investment policies as outlined in the investment report. Redemptions are met by disposals of investments where necessary.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

4 Capital management and units in issue (continued)

Number of units per class as at 31 December

	BEA Union Investment Asia Strategic Growth Fund		BEA Union Investment Global Bond Fund		BEA Union Investment Hong Kong Growth Fund		BEA Union Investment Greater China Growth Fund		BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund	
	2020 Units	2019 Units	2020 Units	2019 Units	2020 Units	2019 Units	2020 Units	2019 Units	2020 Units	2019 Units
Class A ⁽²⁾	5,308,803.993	5,194,133.829	35,997,598.802	33,933,557.839	10,059,826.332	8,374,935.868	5,769,062.391	5,889,393.045	1,250,052.364	1,181,824.177
Class D	–	–	–	–	–	–	–	–	2,662,433.903	2,831,140.521
Class I ⁽²⁾	–	–	9,885,864.266	7,937,786.180	–	–	–	–	–	–
Class R	211,105.558	243,341.729	3,389,859.314	3,357,481.923	511,688.592	696,282.573	758,098.692	769,067.467	8,291,579.321	7,999,122.347
	BEA Union Investment Global Equity Fund		BEA Union Investment Asia Pacific Investment Grade Bond Fund		BEA Union Investment Core Accumulation Fund		BEA Union Investment Age 65 Plus Fund		BEA Union Investment Money Market Fund ⁽¹⁾	
	2020 Units	2019 Units	2020 Units	2019 Units	2020 Units	2019 Units	2020 Units	2019 Units	2020 Units	2019 Units
Class A ⁽²⁾	3,280,322.760	3,174,769.432	5,592,495.198	5,584,521.887	–	–	–	–	3,881,214.895	3,881,214.895
Class D	–	–	–	–	–	–	–	–	–	–
Class I ⁽²⁾	7,553,614.395	6,499,028.166	–	–	11,750,010.076	9,631,816.839	5,409,354.248	4,530,749.000	1,223,948.246	50,000.000
Class R	1,595,152.191	1,599,613.165	1,563,933.685	2,793,907.671	–	–	–	–	–	–

⁽¹⁾ The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

⁽²⁾ Class A and Class I of BEA Union Investment Money Market Fund were launched on 9 January 2019.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

4 Capital management and units in issue (continued)

Net assets attributable to unitholders as at 31 December

(Expressed in Hong Kong dollars)

	BEA Union Investment Asia Strategic Growth Fund		BEA Union Investment Global Bond Fund		BEA Union Investment Hong Kong Growth Fund		BEA Union Investment Greater China Growth Fund		BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund		BEA Union Investment Global Equity Fund		BEA Union Investment Asia Pacific Investment Grade Bond Fund		BEA Union Investment Core Accumulation Fund		BEA Union Investment Age 65 Plus Fund		BEA Union Investment Money Market Fund ⁽¹⁾	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
Net assets attributable to unitholders																				
Class A units ⁽²⁾	<u>2,853,501,960</u>	<u>2,105,726,657</u>	<u>5,102,026,489</u>	<u>4,443,335,010</u>	<u>4,057,416,760</u>	<u>2,841,245,691</u>	<u>2,397,654,645</u>	<u>1,763,799,218</u>	<u>191,159,495</u>	<u>168,480,640</u>	<u>729,116,899</u>	<u>601,272,621</u>	<u>806,415,614</u>	<u>751,473,872</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>399,795,301</u>	<u>395,192,532</u>
Class D units	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>303,642,492</u>	<u>304,259,055</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Class I units ⁽²⁾	<u>-</u>	<u>-</u>	<u>1,206,154,466</u>	<u>894,500,771</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,177,477,660</u>	<u>862,781,372</u>	<u>-</u>	<u>-</u>	<u>1,664,870,677</u>	<u>1,201,532,663</u>	<u>684,664,198</u>	<u>526,645,933</u>	<u>125,329,625</u>	<u>5,076,167</u>
Class R units	<u>85,635,369</u>	<u>75,671,716</u>	<u>410,462,261</u>	<u>379,118,360</u>	<u>161,934,108</u>	<u>188,400,162</u>	<u>249,783,018</u>	<u>185,639,827</u>	<u>1,136,575,722</u>	<u>1,030,677,284</u>	<u>215,001,358</u>	<u>186,761,682</u>	<u>185,147,661</u>	<u>312,107,840</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net assets attributable to unitholders per unit																				
Class A units ⁽²⁾	<u>537.50</u>	<u>405.40</u>	<u>141.73</u>	<u>130.94</u>	<u>403.33</u>	<u>339.26</u>	<u>415.61</u>	<u>299.49</u>	<u>152.92</u>	<u>142.56</u>	<u>222.27</u>	<u>189.39</u>	<u>144.20</u>	<u>134.56</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>103.01</u>	<u>101.82</u>
Class D units	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>114.05</u>	<u>107.47</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Class I units ⁽²⁾	<u>-</u>	<u>-</u>	<u>122.01</u>	<u>112.69</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>155.88</u>	<u>132.76</u>	<u>-</u>	<u>-</u>	<u>141.69</u>	<u>124.75</u>	<u>126.57</u>	<u>116.24</u>	<u>102.40</u>	<u>101.52</u>
Class R units	<u>405.65</u>	<u>310.97</u>	<u>121.09</u>	<u>112.92</u>	<u>316.47</u>	<u>270.58</u>	<u>329.49</u>	<u>241.38</u>	<u>137.08</u>	<u>128.85</u>	<u>134.78</u>	<u>116.75</u>	<u>118.39</u>	<u>111.71</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

As a result of the ability to issue and redeem units, the capital of the Sub-funds can vary depending on the demand for subscriptions and redemptions to the Sub-funds. The Sub-funds are not subject to externally imposed capital requirements and restrictions on the issuance and redemption of units.

The Sub-funds' objectives for managing capital are:

- To safeguard capital while achieve returns by investing in accordance with the Sub-funds' investment objectives, descriptions, risk exposures and expected returns indicated in the Explanatory Memorandum.
- To maintain sufficient liquidity to meet the expenses of the Sub-funds and to meet redemption requests as they arise.
- To maintain sufficient size to make the operation of the Sub-funds cost-efficient.

The Manager manages the capital of the Sub-funds in accordance with the Sub-funds' investment objectives and policies. With a view to protecting the interests of unitholders, the Manager is entitled at its discretion and with the approval of the Trustee to limit the number of units in any sub-fund redeemed on any dealing day to 10% of the total number of units of that sub-fund in issue.

⁽¹⁾ The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

⁽²⁾ Class A and Class I of BEA Union Investment Money Market Fund were launched on 9 January 2019.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

5 Critical accounting estimates and assumptions

Bank of East Asia (Trustees) Limited (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 investments

Certain sub-funds hold a number of unlisted debt securities that are valued by reference to broker quotes. In determining the fair value of such investments, the Trustee exercises judgments and estimates on the sources of brokers and the quantity and quality of quotes used. Such quotes adopted to fairly value the investments may be indicative only and not executable or legally binding. As such, broker quotes do not necessarily indicate the price at which the security could actually be traded as of 31 December 2020. 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.

6 Financial risk management

Strategy in using financial instruments

The investment objective of BEA Union Investment Asia Strategic Growth Fund is to provide investors with long-term capital growth in HK dollar terms through investing in a diversified portfolio primarily consisting of listed securities of companies that conduct a significant portion of their business activities in, or derive or are expected to derive a significant portion of their revenues from the Asia Pacific region but excluding Japan.

The investment objective of BEA Union Investment Global Bond Fund is to provide investors with total investment return over the medium to long-term through investing in a diversified range of global bonds denominated in various major currencies.

The investment objective of BEA Union Investment Hong Kong Growth Fund is to provide investors with long-term capital growth in HK dollar terms through investing in a diversified portfolio consisting primarily of securities of companies, either listed or with operations or interests principally in Hong Kong.

The investment objective of BEA Union Investment Greater China Growth Fund is to provide investors with long-term capital growth through investing in a diversified portfolio primarily consisting of listed securities of companies that conduct a significant portion of their business activities in, or derive or are expected to derive a significant portion of their revenues from Greater China, which includes the People's Republic of China ("PRC"), Hong Kong, Macau and Taiwan.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

6 Financial risk management (continued)

Strategy in using financial instruments (continued)

The investment objective of BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund is to provide investors with long-term capital growth in HK dollar terms through investing in a portfolio consisting primarily of HK dollar denominated interest bearing securities.

The investment objective of the BEA Union Investment Global Equity Fund is to provide investors with long-term capital growth through investing in a diversified global portfolio.

The investment objective of BEA Union Investment Asia Pacific Investment Grade Bond Fund is to provide total investment return over the medium to long-term through investing in Asia Pacific investment grade bonds.

The investment objective of BEA Union Investment Core Accumulation Fund is to achieve capital growth by investing in a globally diversified manner in two approved pool investment funds, namely the BEA Union Investment Global Equity Fund (which invests in a diversified global equity portfolio) and the BEA Union Investment Global Bond Fund (which invests in a diversified global bond portfolio) (the "Underlying Funds"), both existing Investment Funds under the Fund.

The investment objective of BEA Union Investment Age 65 Plus Fund is to achieve stable growth by investing in a globally diversified manner in two approved pool investment funds, namely the BEA Union Investment Global Equity Fund (which invests in a diversified global equity portfolio) and the BEA Union Investment Global Bond Fund (which invests in a diversified global bond portfolio) (the "Underlying Funds"), both existing Investment Funds under the Fund.

The investment objective of BEA Union Investment Money Market Fund is to maintain a high degree of liquidity while providing current income by investing in short-term HK dollar and/or US dollar denominated instruments in Hong Kong that can be converted into cash in a timely manner.

The Sub-funds' activities expose them to a variety of financial risks: market risk (including currency risk, fair value and cash flow interest rate risk and price risk), credit risk and liquidity risk. The risks and the financial risk management policies and practices used by the Manager to manage these risks are discussed below.

(a) Market risk

Market risk embodies the potential for both losses and gains and includes currency risk, interest rate risk and price risk. The Sub-funds' strategies on the management of market risk are driven by the Sub-funds' investment objectives.

The Sub-funds' market risk is managed on a regular basis by the Manager in accordance with policies and procedures in place. The Sub-funds' overall market position is monitored on a yearly basis by the Trustee. Details of the nature of the Sub-funds' investment portfolios at the reporting date are disclosed in the investment report.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

6 Financial risk management (continued)

(a) Market risk (continued)

(i) Currency risk

The Sub-funds hold assets and liabilities denominated in currencies other than their functional currencies and are therefore exposed to currency risk that the exchange rate of its currency relative to other foreign currencies may change in a manner that has an adverse effect on the fair value of the Sub-funds' assets and liabilities denominated in currencies other than HKD.

The fluctuations in the rate of exchange between the currency in which the asset or liability is denominated and the functional currency could result in an appreciation or depreciation in the fair value of that asset or liability. The Manager monitors all the Sub-funds' foreign currency positions on a regular basis. BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund and BEA Union Investment Money Market Fund did not hold any assets denominated in currencies other than HKD and/or United States dollars ("USD"). In view of the pegging of HKD to USD, the sub-funds do not expect any significant movement in USD/HKD exchange rate.

Sensitivity analysis

Each Sub-fund's net direct exposure to each currency other than HKD at the reporting date and their estimated impact to the net assets attributable to unitholders and the change in net assets attributable to unitholders from operations for the year had the HKD weakened by 5% are illustrated below. The analysis is performed on the same basis as 2019.

	As at 31 December 2020		As at 31 December 2019	
	Net direct exposure HK\$	Estimated increase had the HKD weakened by 5% HK\$	Net direct exposure HK\$	Estimated increase had the HKD weakened by 5% HK\$
BEA Union Investment Asia Strategic Growth Fund				
Australian dollar	84	4	77	4
Indian rupee	5,567	278	5,727	286
Indonesian rupiah	52,404,103	2,620,205	57,464,775	2,873,239
Korean won	624,376,306	31,218,815	367,969,857	18,398,493
Malaysian ringgit	14,838,164	741,908	13,712,606	685,630
New Taiwan dollar	597,988,724	29,899,436	383,936,278	19,196,814
Philippine peso	16,946,530	847,327	43,628,676	2,181,434
Renminbi	155,391,242	7,769,562	73,767,467	3,688,373
Singapore dollar	93,669,202	4,683,460	87,470,405	4,373,520
Thai baht	13,053,583	652,679	50,839,354	2,541,968

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

6 Financial risk management (continued)

(a) Market risk (continued)

(i) Currency risk (continued)

Sensitivity analysis (continued)

	As at 31 December 2020		As at 31 December 2019	
	Net direct exposure HK\$	Estimated increase had the HKD weakened by 5% HK\$	Net direct exposure HK\$	Estimated increase had the HKD weakened by 5% HK\$
BEA Union Investment Global Bond Fund				
Australian dollar	256,399,509	12,819,975	99,395,547	4,969,777
British pound	365,579,268	18,278,963	231,613,639	11,580,682
Canadian dollar	145,858,120	7,292,906	74,324,472	3,716,224
Danish krone	972	49	911	46
Euro	1,891,808,271	94,590,414	1,407,851,794	70,392,590
Indonesian rupiah	102,258,692	5,112,935	67,777,556	3,388,878
Japanese yen	803,256,673	40,162,834	881,130,646	44,056,532
Korean won	1,382,894	69,145	1,304,772	65,239
Malaysian ringgit	2,448,091	122,405	1,442,553	72,128
New Zealand dollar	285,785	14,289	269,095	13,455
Norwegian krone	5,800,496	290,025	5,679,409	283,970
Renminbi	1,139,195	56,960	1,065,604	53,280
Singapore dollar	85,918,101	4,295,905	14,430,230	721,512
BEA Union Investment Hong Kong Growth Fund				
Renminbi	326,196,886	16,309,844	154,955,698	7,747,785
BEA Union Investment Greater China Growth Fund				
New Taiwan dollar	711,017,622	35,550,881	497,918,831	24,895,942
Renminbi	148,303,598	7,415,180	93,663,358	4,683,168

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

6 Financial risk management (continued)

(a) Market risk (continued)

(i) Currency risk (continued)

Sensitivity analysis (continued)

	As at 31 December 2020		As at 31 December 2019	
	Net direct exposure HK\$	Estimated increase had the HKD weakened by 5% HK\$	Net direct exposure HK\$	Estimated increase had the HKD weakened by 5% HK\$
BEA Union Investment Global Equity Fund				
Australian dollar	33,813,443	1,690,672	32,992,410	1,649,621
Brazilian real	26,024,608	1,301,230	20,402,942	1,020,147
British pound	61,741,328	3,087,066	83,622,065	4,181,103
Canadian dollar	42,081,731	2,104,087	34,356,034	1,717,802
Danish krone	5,612,520	280,626	4,670,891	233,545
Euro	206,605,275	10,330,264	184,383,177	9,219,159
Indian rupee	19,946,778	997,339	9,829,767	491,488
Indonesian rupiah	5,359,308	267,965	5,811,855	290,593
Japanese yen	159,626,721	7,981,336	121,145,790	6,057,290
Korean won	34,651,869	1,732,593	23,444,579	1,172,229
Malaysian ringgit	1,346,138	67,307	1,255,329	62,766
New Taiwan dollar	33,868,893	1,693,445	22,411,773	1,120,589
Singapore dollar	6,932,855	346,643	8,006,982	400,349
South African rand	5,784,170	289,209	5,821,178	291,059
Swedish krona	4,498,561	224,928	1,151,355	57,568
Swiss franc	82,943,535	4,147,177	47,592,409	2,379,620
Thai baht	1,416,717	70,836	1,474,205	73,710
BEA Union Investment Asia Pacific Investment Grade Bond Fund				
Australian dollar	59,591	2,980	16,027	801
Indonesian rupiah	20,142,817	1,007,141	339,122	16,956
Malaysian ringgit	165,824	8,291	163,865	8,193
Renminbi	20,560,111	1,028,006	218,475	10,924
Singapore dollar	75,360	3,768	74,433	3,722

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

6 Financial risk management (continued)

(a) Market risk (continued)

(i) Currency risk (continued)

Sensitivity analysis (continued)

	As at 31 December 2020		As at 31 December 2019	
	Net direct exposure HK\$	Estimated increase had the HKD weakened by 5% HK\$	Net direct exposure HK\$	Estimated increase had the HKD weakened by 5% HK\$
BEA Union Investment Core Accumulation Fund				
Australian dollar	18,171,303	908,565	15,364,830	768,242
Brazilian real	12,353,940	617,697	9,007,393	450,370
British pound	32,234,743	1,611,737	38,793,469	1,939,673
Canadian dollar	21,490,250	1,074,513	21,332,649	1,066,632
Danish krone	2,664,371	133,219	2,062,158	103,108
Euro	116,203,408	5,810,170	93,164,616	4,658,231
Indian rupee	9,468,781	473,439	4,339,598	216,980
Indonesian rupiah	12,578,344	628,917	8,188,026	409,401
Japanese yen	87,817,038	4,390,852	61,929,952	3,096,498
Korean won	16,585,019	829,251	10,458,433	522,922
Malaysian ringgit	879,237	43,962	673,858	33,693
New Taiwan dollar	16,077,640	803,882	9,894,242	494,712
New Zealand dollar	28,043	1,402	22,322	1,116
Norwegian krone	569,181	28,459	471,114	23,556
Renminbi	111,785	5,589	88,393	4,420
Singapore dollar	3,976,168	198,808	4,731,890	236,595
South African rand	2,745,759	137,288	2,569,906	128,495
Swedish krona	2,135,477	106,774	508,295	25,415
Swiss franc	39,373,484	1,968,674	21,010,869	1,050,543
Thai baht	672,519	33,626	650,825	32,541

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

6 Financial risk management (continued)

(a) Market risk (continued)

(i) Currency risk (continued)

Sensitivity analysis (continued)

	As at 31 December 2020		As at 31 December 2019	
	Net direct exposure HK\$	Estimated increase had the HKD weakened by 5% HK\$	Net direct exposure HK\$	Estimated increase had the HKD weakened by 5% HK\$
BEA Union Investment Age 65 Plus Fund				
Australian dollar	3,965,838	198,292	2,817,502	140,875
Brazilian real	1,705,471	85,274	1,330,962	66,548
British pound	6,419,870	320,994	7,017,192	350,860
Canadian dollar	4,007,650	200,383	7,705,120	385,256
Danish krone	367,884	18,394	304,767	15,238
Euro	28,305,131	1,415,257	21,843,525	1,092,176
Indian rupee	1,307,172	65,359	641,233	32,062
Indonesian rupiah	8,675,085	433,754	5,361,779	268,089
Japanese yen	20,341,720	1,017,086	15,013,321	750,666
Korean won	2,383,409	119,170	1,625,300	81,265
Malaysian ringgit	287,492	14,375	187,939	9,397
New Taiwan dollar	2,219,530	110,977	1,462,006	73,100
New Zealand dollar	23,263	1,163	19,782	989
Norwegian krone	472,161	23,608	417,520	20,876
Renminbi	92,731	4,637	78,338	3,917
Singapore dollar	1,010,105	50,505	1,583,161	79,158
South African rand	379,054	18,953	379,738	18,987
Swedish krona	294,804	14,740	75,107	3,755
Swiss franc	5,435,539	271,777	3,104,635	155,232
Thai baht	92,842	4,642	96,168	4,808

A 5% appreciation of HKD against the above currencies would have resulted in an equal but opposite effect on the financial statements, on the basis that all other variables remain constant.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

6 Financial risk management (continued)

(a) Market risk (continued)

(ii) Interest rate risk

Interest rate risk arises from change in interest rates which may inversely affect the value of debt instruments and therefore result in potential gain or loss to the Sub-funds.

All Sub-funds did not have any interest-bearing liabilities as at year end and except for the BEA Union Investment Global Bond Fund, BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund, BEA Union Investment Asia Pacific Investment Grade Bond Fund and BEA Union Investment Money Market Fund, interest-bearing assets were limited to bank deposits, accordingly it is considered that they did not have significant direct interest rate risk exposure.

The Manager monitors all the Sub-funds' direct exposure to interest rate risk on a regular basis.

The following table illustrates the interest rate risk exposure of BEA Union Investment Global Bond Fund, BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund, BEA Union Investment Asia Pacific Investment Grade Bond Fund and BEA Union Investment Money Market Fund. It includes their interest rate sensitivity gaps and the year in which the interest rates of interest bearing assets and interest bearing liabilities reprice (the earlier of contractual re-pricing or maturity date) as at year end.

BEA Union Investment Global Bond Fund

As at 31 December 2020

	Up to 1 year HK\$	1 – 5 years HK\$	Over 5 years HK\$	Non-interest bearing HK\$	Total HK\$
Assets					
Investments	368,089,593	1,567,932,554	4,421,443,392	-	6,357,465,539
Cash at banks	513,741,131	-	-	-	513,741,131
Other assets	-	-	-	329,387,077	329,387,077
Total assets	881,830,724	1,567,932,554	4,421,443,392	329,387,077	7,200,593,747
Liabilities (excluding net assets attributable to unitholders)					
Other liabilities	-	-	-	481,950,531	481,950,531
Total interest sensitivity gap	881,830,724	1,567,932,554	4,421,443,392		

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

6 Financial risk management (continued)

(a) Market risk (continued)

(ii) Interest rate risk (continued)

BEA Union Investment Global Bond Fund (continued)

As at 31 December 2019

	Up to 1 year HK\$	1 – 5 years HK\$	Over 5 years HK\$	Non-interest bearing HK\$	Total HK\$
Assets					
Investments	544,476,704	1,538,367,959	3,482,072,950	–	5,564,917,613
Cash at banks	193,123,534	–	–	–	193,123,534
Other assets	–	–	–	26,897,772	26,897,772
Total assets	737,600,238	1,538,367,959	3,482,072,950	26,897,772	5,784,938,919
Liabilities (excluding net assets attributable to unitholders)					
Other liabilities	–	–	–	67,984,778	67,984,778
Total interest sensitivity gap	737,600,238	1,538,367,959	3,482,072,950		

At year end, should the relevant market interest rates have been increased by a certain percentage with all other variables held constant, the estimated impact on the net assets attributable to unitholders and the change in net assets attributable to unitholders from operations for the year are shown in the table below.

	% possible reasonable shift	Estimated increase/ (decrease) 2020 HK\$	Estimated increase/ (decrease) 2019 HK\$
BEA Union Investment Global Bond Fund	+0.25%	(151,695,080)	(114,930,934)

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

6 Financial risk management (continued)

(a) Market risk (continued)

(ii) Interest rate risk (continued)

BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund

As at 31 December 2020

	Up to 1 year HK\$	1 – 5 years HK\$	Over 5 years HK\$	Non-interest bearing HK\$	Total HK\$
Assets					
Investments	183,121,447	497,530,314	935,287,369	–	1,615,939,130
Cash at banks	17,421,357	–	–	–	17,421,357
Other assets	–	–	–	5,069,730	5,069,730
Total assets	200,542,804	497,530,314	935,287,369	5,069,730	1,638,430,217
Liabilities (excluding net assets attributable to unitholders)					
Other liabilities	–	–	–	7,052,508	7,052,508
Total interest sensitivity gap	200,542,804	497,530,314	935,287,369		

As at 31 December 2019

	Up to 1 year HK\$	1 – 5 years HK\$	Over 5 years HK\$	Non-interest bearing HK\$	Total HK\$
Assets					
Investments	162,226,379	703,125,606	620,985,167	–	1,486,337,152
Cash at banks	35,224,935	–	–	–	35,224,935
Other assets	–	–	–	32,307	32,307
Total assets	197,451,314	703,125,606	620,985,167	32,307	1,521,594,394
Liabilities (excluding net assets attributable to unitholders)					
Other liabilities	–	–	–	18,177,415	18,177,415
Total interest sensitivity gap	197,451,314	703,125,606	620,985,167		

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

6 Financial risk management (continued)

(a) Market risk (continued)

(ii) Interest rate risk (continued)

BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund (continued)

At year end, should the relevant market interest rates have been increased by a certain percentage with all other variables held constant, the estimated impact on the net assets attributable to unitholders and the change in net assets attributable to unitholders from operations for the year are shown in the table below.

	% possible reasonable shift	Estimated increase/ (decrease) 2020 HK\$	Estimated increase/ (decrease) 2019 HK\$
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund	+0.25%	(20,030,883)	(17,003,513)

BEA Union Investment Asia Pacific Investment Grade Bond Fund

As at 31 December 2020

	Up to 1 year HK\$	1 – 5 years HK\$	Over 5 years HK\$	Non-interest bearing HK\$	Total HK\$
Assets					
Investments	59,768,767	333,406,657	583,657,200	–	976,832,624
Cash at banks	2,645,356	–	–	–	2,645,356
Other assets	–	–	–	22,470,944	22,470,944
Total assets	62,414,123	333,406,657	583,657,200	22,470,944	1,001,948,924
Liabilities (excluding net assets attributable to unitholders)					
Other liabilities	–	–	–	10,385,649	10,385,649
Total interest sensitivity gap	62,414,123	333,406,657	583,657,200		

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

6 Financial risk management (continued)

(a) Market risk (continued)

(ii) Interest rate risk (continued)

BEA Union Investment Asia Pacific Investment Grade Bond Fund (continued)

As at 31 December 2019

	Up to 1 year HK\$	1 – 5 years HK\$	Over 5 years HK\$	Non-interest bearing HK\$	Total HK\$
Assets					
Investments	14,755,557	434,025,573	607,069,575	–	1,055,850,705
Cash at banks	6,475,127	–	–	–	6,475,127
Other assets	–	–	–	1,655,437	1,655,437
Total assets	21,230,684	434,025,573	607,069,575	1,655,437	1,063,981,269
Liabilities (excluding net assets attributable to unitholders)					
Other liabilities	–	–	–	399,557	399,557
Total interest sensitivity gap	21,230,684	434,025,573	607,069,575		

At year end, should the relevant market interest rates have been increased by a certain percentage with all other variables held constant, the estimated impact on the net assets attributable to unitholders and the change in net assets attributable to unitholders from operation for the year are shown in the table below.

	% possible reasonable shift	Estimated increase/ (decrease) 2020 HK\$	Estimated increase/ (decrease) 2019 HK\$
BEA Union Investment Asia Pacific Investment Grade Bond Fund	+0.25%	(13,708,736)	(14,407,137)

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

6 Financial risk management (continued)

(a) **Market risk (continued)**

(ii) **Interest rate risk (continued)**

BEA Union Investment Money Market Fund ⁽¹⁾

As at 31 December 2020

	Up to 1 year HK\$	1 – 5 years HK\$	Over 5 years HK\$	Non-interest bearing HK\$	Total HK\$
Assets					
Investments	500,545,479	–	–	–	500,545,479
Cash at banks	24,148,139	–	–	–	24,148,139
Other assets	–	–	–	543,942	543,942
Total assets	<u>524,693,618</u>	<u>–</u>	<u>–</u>	<u>543,942</u>	<u>525,237,560</u>
Liabilities (excluding net assets attributable to unitholders)					
Other liabilities	<u>–</u>	<u>–</u>	<u>–</u>	<u>112,634</u>	<u>112,634</u>
Total interest sensitivity gap	<u>524,693,618</u>	<u>–</u>	<u>–</u>		

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

6 Financial risk management (continued)

(a) **Market risk (continued)**

(ii) **Interest rate risk (continued)**

BEA Union Investment Money Market Fund ⁽¹⁾ (continued)

As at 31 December 2019

	Up to 1 year HK\$	1 – 5 years HK\$	Over 5 years HK\$	Non-interest bearing HK\$	Total HK\$
Assets					
Investments	387,752,036	–	–	–	387,752,036
Cash at banks	11,203,222	–	–	–	11,203,222
Other assets	–	–	–	1,388,593	1,388,593
Total assets	<u>398,955,258</u>	<u>–</u>	<u>–</u>	<u>1,388,593</u>	<u>400,343,851</u>
Liabilities (excluding net assets attributable to unitholders)					
Other liabilities	<u>–</u>	<u>–</u>	<u>–</u>	<u>75,152</u>	<u>75,152</u>
Total interest sensitivity gap	<u>398,955,258</u>	<u>–</u>	<u>–</u>		

At year end, should the relevant market interest rates have been increased by a certain percentage with all other variables held constant, the estimated impact on the net assets attributable to unitholders and the change in net assets attributable to unitholders from operation for the period are shown in the table below.

	% possible reasonable shift	Estimated increase/ (decrease) 2020 HK\$	Estimated increase/ (decrease) 2019 HK\$
BEA Union Investment Money Market Fund	+0.25%	(203,349)	(115,892)

⁽¹⁾ The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

6 Financial risk management (continued)

(a) Market risk (continued)

(iii) Other price risk

Other price risk is the risk that the fair value of the financial instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment or its issuer or factors affecting all instruments traded in the market.

The breakdown of investments held by the Sub-funds is shown in the investment report.

Each Sub-fund's market risk is managed through (i) deliberate securities selection and (ii) diversification of the investment portfolio. The Manager monitors all Sub-funds' market positions on a regular basis.

Sensitivity analysis

The Manager projects the possible movement of the relevant market indices (the "potential movement") based on historical experience. If the relevant market indices had changed by the following percentages, which are based on the Manager's best estimate of the potential movement as at the reporting date, with all other variables held constant, it is estimated that the net assets attributable to unitholders and the change in net assets attributable to unitholders from operations would have changed accordingly as shown below.

	Relevant market index	% possible reasonable shift	Estimated impact increase/(decrease) 2020 HK\$	2019 HK\$
		+/-		
BEA Union Investment Asia Strategic Growth Fund	MSCI AC Far East ex-Japan ex ADRs ex China A NR Index	5%	145,934,173	114,423,499
BEA Union Investment Hong Kong Growth Fund	HSI NR	5%	196,243,948	154,751,953
BEA Union Investment Greater China Growth Fund	MSCI Golden Dragon ex ADRs & China A NR Index	5%	130,445,016	98,614,607
BEA Union Investment Global Equity Fund	MSCI AC WORLD NR Index	5%	99,770,071	83,859,744
BEA Union Investment Core Accumulation Fund	MPF Core Accumulation Fund RP (Net of 0.95% Max Fee)	5%	83,174,613	62,443,574
BEA Union Investment Age 65 Plus Fund	MPF Age 65 Plus Fund RP (Net of 0.95% Max fee)	5%	41,685,936	27,540,571

An equal change in the opposite direction would have changed the net assets attributable to unitholders and the change in net assets attributable to unitholders from operations for the year by an equal but opposite amount.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

6 Financial risk management (continued)

(b) Credit risk

Credit risk is the risk that a counterparty will be unable to pay amounts in full when due. All transactions in listed securities are settled on a delivery versus payment basis using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made when the Sub-funds' custodians have received payments.

For purchase, payments are made once securities have been received by the Sub-funds' custodians. The trade will fail if either party fails to meet their obligation.

The Manager monitors the Sub-funds' credit position on a regular basis. The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of assets and liabilities.

Amounts arising from ECL

Impairment on amounts due from brokers, amounts receivable on subscription, dividends and other receivables and cash at banks has been measured on a 12-month expected loss basis and reflects the short maturities of the exposures. The Sub-funds consider that these exposures have low credit risk based on the external credit ratings of the counterparties.

The Sub-funds monitor changes in credit risk on these exposures by tracking published external credit ratings of the counterparties. To determine whether published ratings remain up to date and to assess whether there has been a significant increase in credit risk at the reporting date that has not been reflected in the published ratings, the Sub-funds supplement this by reviewing changes in bond yields, where available, credit default swap ("CDS") prices together with available press and regulatory information about counterparties.

The Manager 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. There is no impairment allowance recognised on amounts due from brokers, amounts receivable on subscription, dividends and other receivables and cash and cash equivalents. The amount of the loss allowance did not change during 2020 and 2019.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

6 Financial risk management (continued)

(b) Credit risk (continued)

At the reporting date, only BEA Union Investment Global Bond Fund, BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund, BEA Union Investment Asia Pacific Investment Grade Bond Fund and BEA Union Investment Money Market Fund held debt securities. As at 31 December 2020 and 2019, the Sub-funds invested in debt investments with the following credit ratings equivalent to which provided by Standard & Poor's credit rating services expressed as a percentage of debt investments:

	31 December 2020 %	31 December 2019 %
BEA Union Investment Global Bond Fund		
<i>Portfolio by rating category of debt securities</i>		
<i>Rating</i>		
AAA	30.37	23.76
AA+	–	1.93
AA	13.55	21.08
AA-	10.19	3.07
A+	15.04	10.87
A	3.64	6.91
A-	9.06	7.31
BBB+	6.46	11.45
BBB	2.51	4.69
BBB-	8.98	8.72
NR	0.20	0.21
	<u>100.00</u>	<u>100.00</u>

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

6 Financial risk management (continued)

(b) Credit risk (continued)

	31 December 2020 %	31 December 2019 %
BEA Union Investment Hong Kong		
<i>Dollar (HK\$) Bond Fund</i>		
<i>Portfolio by rating category of debt securities</i>		
<i>Rating</i>		
AAA	2.81	4.53
AA+	21.65	23.64
AA	0.37	6.28
AA-	3.17	1.99
A+	16.17	16.21
A	30.84	19.04
A-	21.47	13.01
BBB+	1.28	11.78
BBB	0.70	0.54
BBB-	0.21	1.52
NR	1.33	1.46
	<u>100.00</u>	<u>100.00</u>
<i>Portfolio by rating category of the issue of certificates of deposit</i>		
<i>Rating</i>		
A+	8.50	35.67
A	61.07	47.09
BBB+	30.43	17.24
	<u>100.00</u>	<u>100.00</u>

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

6 Financial risk management (continued)

(b) Credit risk (continued)

	31 December 2020 %	31 December 2019 %
BEA Union Investment Asia Pacific Investment Grade Bond Fund		
<i>Portfolio by rating category of debt securities</i>		
<i>Rating</i>		
AAA	–	0.51
AA	–	1.16
AA-	0.32	–
A+	5.02	4.49
A	22.90	11.71
A-	14.11	9.29
BBB+	24.91	27.45
BBB	24.76	29.07
BBB-	5.17	14.20
NR	2.81	2.12
	<u>100.00</u>	<u>100.00</u>

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

6 Financial risk management (continued)

(b) Credit risk (continued)

	31 December 2020 %	31 December 2019 %
BEA Union Investment Money Market Fund ⁽¹⁾		
<i>Portfolio by rating category of debt securities</i>		
<i>Rating</i>		
AAA	–	65.51
A+	72.14	–
A	–	16.21
A-	27.86	–
BBB+	–	9.49
BBB	–	8.79
	<u>100.00</u>	<u>100.00</u>
<i>Portfolio by rating category of short term deposits</i>		
<i>Rating</i>		
AA+	3.92	–
AA-	8.30	12.13
A+	18.75	10.92
A	10.07	26.63
A-	28.87	30.97
BBB+	30.09	12.13
BBB	–	7.22
	<u>100.00</u>	<u>100.00</u>

The Sub-funds' investments are held by the custodians and the majority of the Sub-funds' cash is deposited with The Bank of East Asia, Limited and Citibank. Bankruptcy or insolvency of the custodians and the Banks may cause to Sub-funds' execution of their rights with respect to the assets held by the custodians and the Banks to be delayed or limited. The Manager monitors the credit quality of the custodians and the Banks on an on-going basis.

Other than the outlined above, there were no significant concentrations of credit risk at 31 December 2020 and 2019.

⁽¹⁾ The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

6 Financial risk management (continued)

(c) Liquidity risk

Liquidity risk arises from the risk that the Sub-funds may not be able to convert investments into cash to meet liquidity needs in a timely manner. The Sub-funds' exposure to liquidity risk arises because of the possibility that the Sub-funds could be required to pay their liabilities or redeem their units earlier than expected. The Sub-funds are exposed to daily cash redemption of their redeemable units. Units are redeemable at the holders' option based on the Sub-funds' net asset value per unit at the time of redemption.

The Sub-funds' policy is to regularly monitor current and expected liquidity requirements to ensure that they maintain sufficient reserves of cash and readily realisable marketable securities to meet their liquidity requirements in the short and long-term.

The Sub-funds invest the majority of assets in investments that are traded in an active market, and can be readily disposed of. The Manager monitors the Sub-funds' liquidity position on a regular basis.

As at 31 December 2020 and 2019, all the financial liabilities of the Sub-funds are repayable on demand or due within three months.

(d) Fair value estimation

As at 31 December 2020 and 2019, the carrying values of assets and liabilities are a reasonable approximation of their fair values.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

7 Financial instruments at fair value through profit or loss

(a) Breakdown of investments

The breakdown of the Sub-funds' investments by investment type is illustrated below.

	As at 31 December 2020		As at 31 December 2019	
	HK\$	% of net assets	HK\$	% of net assets
BEA Union Investment Asia Strategic Growth Fund				
Listed/quoted investments				
– Equities	2,828,825,365	96.25	2,119,791,334	97.18
– Real estate investment trust	44,009,447	1.49	7,425,000	0.34
	<u>2,872,834,812</u>	<u>97.74</u>	<u>2,127,216,334</u>	<u>97.52</u>
BEA Union Investment Global Bond Fund				
Listed/quoted investments				
– Bonds	6,357,465,539	94.62	5,564,917,613	97.34
	<u>6,357,465,539</u>	<u>94.62</u>	<u>5,564,917,613</u>	<u>97.34</u>
BEA Union Investment Hong Kong Growth Fund				
Listed/quoted investments				
– Equities	4,104,163,500	97.27	2,954,526,910	97.52
– Real estate investment trust	30,358,000	0.72	24,750,000	0.82
	<u>4,134,521,500</u>	<u>97.99</u>	<u>2,979,276,910</u>	<u>98.34</u>
BEA Union Investment Greater China Growth Fund				
Listed/quoted investments				
– Equities	2,605,007,883	98.39	1,909,062,210	97.93
– Real estate investment trust	17,650,000	0.67	21,326,250	1.09
	<u>2,622,657,883</u>	<u>99.06</u>	<u>1,930,388,460</u>	<u>99.02</u>

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

7 Financial instruments at fair value through profit or loss (continued)

(a) Breakdown of investments (continued)

	As at 31 December 2020		As at 31 December 2019	
	HK\$	% of net assets	HK\$	% of net assets
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund				
Listed/quoted investments				
– Bonds	1,480,374,437	90.74	1,310,962,822	87.20
– Certificates of deposit	135,564,693	8.31	175,374,330	11.67
	<u>1,615,939,130</u>	<u>99.05</u>	<u>1,486,337,152</u>	<u>98.87</u>
BEA Union Investment Global Equity Fund				
Listed/quoted investments				
– Equities	2,091,020,106	98.56	1,627,082,386	98.56
– Rights	–	–	331,829	0.02
	<u>2,091,020,106</u>	<u>98.56</u>	<u>1,627,414,215</u>	<u>98.58</u>
BEA Union Investment Asia Pacific Investment Grade Bond Fund				
Listed/quoted investments				
– Bonds	<u>976,832,624</u>	<u>98.51</u>	<u>1,055,850,705</u>	<u>99.27</u>
BEA Union Investment Core Accumulation Fund				
Approved pooled investment funds	<u>1,666,402,088</u>	<u>100.09</u>	<u>1,203,022,944</u>	<u>100.12</u>
BEA Union Investment Age 65 Plus Fund				
Approved pooled investment funds	<u>685,933,142</u>	<u>100.19</u>	<u>527,969,422</u>	<u>100.25</u>
BEA Union Investment Money Market Fund ⁽¹⁾				
– Bonds	28,287,770	5.39	116,490,532	29.10
– Short-term deposits	472,257,709	89.93	271,261,504	67.77
	<u>500,545,479</u>	<u>95.32</u>	<u>387,752,036</u>	<u>96.87</u>

⁽¹⁾ The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

This page is intentionally left blank

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

7 Financial instruments at fair value through profit or loss (continued)

(b) Fair value hierarchy

The following table presents the fair value of the Sub-funds' investments measured at the end of the reporting periods on a recurring basis, categorised into the three-level fair value hierarchy as defined in HKFRS 13, *Fair value measurement*.

As at 31 December 2020

Financial assets/(financial liabilities)	BEA Union Investment Asia Strategic Growth Fund HK\$	BEA Union Investment Global Bond Fund HK\$	BEA Union Investment Hong Kong Growth Fund HK\$	BEA Union Investment Greater China Growth Fund HK\$	BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund HK\$	BEA Union Investment Global Equity Fund HK\$	BEA Union Investment Asia Pacific Investment Grade Bond Fund HK\$	BEA Union Investment Core Accumulation Fund HK\$	BEA Union Investment Age 65 Plus Fund HK\$	BEA Union Investment Money Market Fund ⁽¹⁾ HK\$
Level 1	2,872,834,812	–	4,134,521,500	2,622,657,883	–	2,091,020,106	–	1,666,402,088	685,933,142	472,257,709
Level 2	–	6,343,244,221	–	–	1,615,939,130	(149,623)	976,775,860	(1,552,379)	(1,289,912)	28,287,770
Level 3	–	–	–	–	–	–	–	–	–	–
	<u>2,872,834,812</u>	<u>6,343,244,221</u>	<u>4,134,521,500</u>	<u>2,622,657,883</u>	<u>1,615,939,130</u>	<u>2,090,870,483</u>	<u>976,775,860</u>	<u>1,664,849,709</u>	<u>684,643,230</u>	<u>500,545,479</u>

As at 31 December 2019

Financial assets/(financial liabilities)	BEA Union Investment Asia Strategic Growth Fund HK\$	BEA Union Investment Global Bond Fund HK\$	BEA Union Investment Hong Kong Growth Fund HK\$	BEA Union Investment Greater China Growth Fund HK\$	BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund HK\$	BEA Union Investment Global Equity Fund HK\$	BEA Union Investment Asia Pacific Investment Grade Bond Fund HK\$	BEA Union Investment Core Accumulation Fund HK\$	BEA Union Investment Age 65 Plus Fund HK\$	BEA Union Investment Money Market Fund ⁽¹⁾ HK\$
Level 1	2,127,216,334	–	2,979,276,910	1,930,388,460	–	1,627,414,215	–	1,203,022,944	527,969,422	271,261,504
Level 2	–	5,571,285,434	–	–	1,486,337,152	(264,269)	1,057,505,710	(1,545,098)	(1,378,306)	116,490,532
Level 3	–	–	–	–	–	–	–	–	–	–
	<u>2,127,216,334</u>	<u>5,571,285,434</u>	<u>2,979,276,910</u>	<u>1,930,388,460</u>	<u>1,486,337,152</u>	<u>1,627,149,946</u>	<u>1,057,505,710</u>	<u>1,201,477,846</u>	<u>526,591,116</u>	<u>387,752,036</u>

During the year ended 31 December 2020 and 2019, there were no transfer between Level 1 and Level 2 or transfer into Level 3.

⁽¹⁾ The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

7 Financial instruments at fair value through profit or loss (continued)

(b) Fair value hierarchy (continued)

The Sub-funds measure fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1: Inputs that are quoted market prices (unadjusted) in active markets for identical instruments.

Level 2: Inputs other than quoted prices included within Level 1 that are observable either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are not considered active; or other valuation techniques in which all significant inputs are directly or indirectly observable from market data.

Level 3: Inputs that are unobservable. This category includes all instruments for which the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments but for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

When fair values of listed and quoted investments at the reporting date are based on quoted market prices or binding dealer price quotations in an active market, without any deduction for transaction costs, the instruments are included within Level 1 of the hierarchy. When fair values of fixed income instruments at the reporting date represent quoted prices on markets that are considered less than active, those fixed income instruments are included within Level 2 of the hierarchy.

For investment funds that are not listed, transactions may or may not occur on a regular basis and they are valued by the Sub-funds based on the net asset value ("NAV") per unit published by the administrators of those underlying investment funds. Such NAV is adjusted when necessary, to reflect the effect of the time passed since the calculation date, liquidity risk, limitations on redemptions and other factors. Depending on the fair value level of the underlying investment funds' assets and liabilities and whether adjustments are needed, the Sub-funds classify the fair value of those underlying investment funds as either Level 1 or Level 2.

Over-the-counter ("OTC") derivative contracts include forward contracts related to foreign currencies. Depending on the product and the terms of the transaction, the fair value of the OTC derive products can be modelled taking into account the counterparties' creditworthiness and using a series of techniques, including simulation models. Many pricing models do not entail material subjectivity because the methodologies employed do not necessitate significant judgements and the pricing inputs are observed from actively quoted markets. Foreign currency forward contracts valued by the Sub-funds using pricing models fall into this category and are categorised with Level 2 of the fair value hierarchy.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

8 Derivative financial instruments

Derivative financial instruments represent outstanding foreign currency forward contracts as at the year end date as follows:

BEA Union Investment Global Bond Fund

As at 31 December 2020

Expiration	Underlying		Notional amount of contracts outstanding	Fair value HK\$
11 January 2021	Buy Euro/sell Hong Kong dollar	EUR	10,500,000	3,262,161
11 January 2021	Buy Euro/sell Hong Kong dollar	EUR	6,900,000	520,826
11 January 2021	Buy Euro/sell Hong Kong dollar	EUR	7,000,000	409,374
11 January 2021	Buy Hong Kong dollar/sell Euro	HK\$	222,737,840	(8,805,521)
12 January 2021	Buy Hong Kong dollar/sell Japanese yen	HK\$	308,313,600	(7,145,875)
12 January 2021	Buy Japanese yen/sell Hong Kong dollar	JPY	450,000,000	(17,630)
19 January 2021	Buy Hong Kong dollar/sell United States dollar	HK\$	210,000,000	(8,677)
19 January 2021	Buy Hong Kong dollar/sell United States dollar	HK\$	70,000,000	(25,473)
21 January 2021	Buy Hong Kong dollar/sell United States dollar	HK\$	200,000,000	(32,514)
28 January 2021	Buy Hong Kong dollar/sell Australian dollar	HK\$	51,360,273	(4,296,023)
28 January 2021	Buy Australian dollar/sell Hong Kong dollar	AU\$	9,300,000	3,074,096
29 January 2021	Buy Hong Kong dollar/sell United States dollar	HK\$	290,000,000	40,399
8 February 2021	Buy Hong Kong dollar/sell United States dollar	HK\$	200,000,000	(8,758)
9 February 2021	Buy Hong Kong dollar/sell United States dollar	HK\$	250,000,000	11,625
16 February 2021	Buy Hong Kong dollar/sell United States dollar	HK\$	200,000,000	(17,006)
17 February 2021	Buy Hong Kong dollar/sell United States dollar	HK\$	230,000,000	(10,656)
26 February 2021	Buy Hong Kong dollar/sell United States dollar	HK\$	300,000,000	(72,724)
26 February 2021	Buy Hong Kong dollar/sell British Pound	HK\$	54,026,960	(1,098,942)
				<u>(14,221,318)</u>

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

8 Derivative financial instruments (continued)

BEA Union Investment Global Bond Fund (continued)

As at 31 December 2019

Expiration	Underlying		Notional amount of contracts outstanding	Fair value HK\$
06 January 2020	Buy Hong Kong dollar/sell United States dollar	HK\$	200,000,000	1,130,345
08 January 2020	Buy Hong Kong dollar/sell United States dollar	HK\$	200,000,000	1,098,311
15 January 2020	Buy Hong Kong dollar/sell United States dollar	HK\$	430,000,000	2,458,998
15 January 2020	Buy United States dollar/sell Hong Kong dollar	US\$	21,802,978	(87,688)
15 January 2020	Buy United States dollar/sell Hong Kong dollar	US\$	21,782,305	(248,793)
21 January 2020	Buy Hong Kong dollar/sell Australian dollar	HK\$	32,020,980	(867,870)
29 January 2020	Buy Hong Kong dollar/sell United States dollar	HK\$	200,000,000	1,032,476
10 February 2020	Buy Hong Kong dollar/sell United States dollar	HK\$	250,000,000	1,114,851
18 February 2020	Buy Hong Kong dollar/sell United States dollar	HK\$	230,000,000	1,243,321
28 February 2020	Buy Hong Kong dollar/sell United States dollar	HK\$	300,000,000	1,358,420
18 March 2020	Buy Hong Kong dollar/sell United States dollar	HK\$	150,000,000	(17,389)
20 March 2020	Buy Hong Kong dollar/sell United States dollar	HK\$	150,000,000	(30,107)
23 March 2020	Buy Hong Kong dollar/sell British pound	HK\$	127,997,725	(1,409,738)
23 March 2020	Buy Hong Kong dollar/sell Japanese yen	HK\$	57,262,774	(407,316)
				<u>6,367,821</u>

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

8 Derivative financial instruments (continued)

BEA Union Investment Global Equity Fund

As at 31 December 2020

Expiration	Underlying		Notional amount of contracts outstanding	Fair value HK\$
29 January 2021	Buy Hong Kong dollar/sell United States dollar	HK\$	674,363,100	<u>(149,623)</u>

As at 31 December 2019

Expiration	Underlying		Notional amount of contracts outstanding	Fair value HK\$
31 January 2020	Buy Hong Kong dollar/sell United States dollar	HK\$	545,349,000	<u>(264,269)</u>

BEA Union Investment Asia Pacific Investment Grade Bond Fund

As at 31 December 2020

Expiration	Underlying		Notional amount of contracts outstanding	Fair value HK\$
5 January 2021	Buy Hong Kong dollar/sell United States dollar	HK\$	326,000,000	(31,165)
5 January 2021	Buy United States dollar/sell Hong Kong dollar	US\$	42,050,951	52,193
5 February 2021	Buy Hong Kong dollar/sell United States dollar	HK\$	326,000,000	<u>(77,792)</u>
				<u>(56,764)</u>

As at 31 December 2019

Expiration	Underlying		Notional amount of contracts outstanding	Fair value HK\$
02 March 2020	Buy Hong Kong dollar/sell United States dollar	HK\$	350,000,000	<u>1,655,005</u>

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

8 Derivative financial instruments (continued)

BEA Union Investment Core Accumulation Fund

As at 31 December 2020

Expiration	Underlying		Notional amount of contracts outstanding	Fair value HK\$
29 January 2021	Buy Australian dollar/sell Hong Kong dollar	AU\$	1,012,120	77,694
29 January 2021	Buy Hong Kong dollar/sell Australian dollar	HK\$	28,513,392	(583,259)
29 January 2021	Buy Hong Kong dollar/sell British pound	HK\$	32,401,909	(545,043)
29 January 2021	Buy Hong Kong dollar/sell Canadian dollar	HK\$	10,018,319	(99,189)
29 January 2021	Buy Hong Kong dollar/sell Canadian dollar	HK\$	2,679,704	(1,351)
29 January 2021	Buy Hong Kong dollar/sell Euro	HK\$	167,245,844	(262,915)
29 January 2021	Buy Hong Kong dollar/sell Japanese yen	HK\$	66,715,498	(63,248)
29 January 2021	Buy Hong Kong dollar/sell Singapore dollar	HK\$	7,670,633	(75,068)
				<u>(1,552,379)</u>

As at 31 December 2019

Expiration	Underlying		Notional amount of contracts outstanding	Fair value HK\$
31 January 2020	Buy Hong Kong dollar/sell Australian dollar	HK\$	7,288,301	(157,190)
31 January 2020	Buy Hong Kong dollar/sell British pound	HK\$	17,146,418	(189,833)
31 January 2020	Buy Hong Kong dollar/sell Euro	HK\$	104,301,322	(717,791)
31 January 2020	Buy Hong Kong dollar/sell Japanese yen	HK\$	64,163,554	(480,284)
				<u>(1,545,098)</u>

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

8 Derivative financial instruments (continued)

BEA Union Investment Age 65 Plus Fund

As at 31 December 2020

Expiration	Underlying		Notional amount of contracts outstanding	Fair value HK\$
29 January 2021	Buy Australian dollar/sell Hong Kong dollar	AU\$	846,039	64,945
29 January 2021	Buy Hong Kong dollar/sell Australian dollar	HK\$	23,699,406	(484,786)
29 January 2021	Buy Hong Kong dollar/sell British pound	HK\$	26,931,411	(453,022)
29 January 2021	Buy Hong Kong dollar/sell Canadian dollar	HK\$	8,326,899	(82,443)
29 January 2021	Buy Hong Kong dollar/sell Canadian dollar	HK\$	2,212,509	(1,116)
29 January 2021	Buy Hong Kong dollar/sell Euro	HK\$	139,009,291	(218,526)
29 January 2021	Buy Hong Kong dollar/sell Japanese yen	HK\$	55,451,745	(52,570)
29 January 2021	Buy Hong Kong dollar/sell Singapore dollar	HK\$	6,375,578	(62,394)
				<u>(1,289,912)</u>

As at 31 December 2019

Expiration	Underlying		Notional amount of contracts outstanding	Fair value HK\$
31 January 2020	Buy Hong Kong dollar/sell Australian dollar	HK\$	6,501,535	(140,222)
31 January 2020	Buy Hong Kong dollar/sell British pound	HK\$	15,295,471	(169,341)
31 January 2020	Buy Hong Kong dollar/sell Euro	HK\$	93,042,046	(640,306)
31 January 2020	Buy Hong Kong dollar/sell Japanese yen	HK\$	57,237,135	(428,437)
				<u>(1,378,306)</u>

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

9 Net gains on investments

	BEA Union Investment Asia Strategic Growth Fund		BEA Union Investment Global Bond Fund		BEA Union Investment Hong Kong Growth Fund		BEA Union Investment Greater China Growth Fund		BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund	
	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$
Net movement in unrealised gains/(losses) on investments	541,033,885	377,265,134	271,939,546	51,043,684	509,667,002	224,982,417	445,790,251	240,618,406	48,240,891	13,406,101
Realised gains/(losses) on investments	170,042,782	(23,495,561)	219,643,615	322,143,240	105,583,653	18,903,930	278,852,780	147,922,393	61,686,387	59,367,735
	<u>711,076,667</u>	<u>353,769,573</u>	<u>491,583,161</u>	<u>373,186,924</u>	<u>615,250,655</u>	<u>243,886,347</u>	<u>724,643,031</u>	<u>388,540,799</u>	<u>109,927,278</u>	<u>72,773,836</u>
	BEA Union Investment Global Equity Fund		BEA Union Investment Asia Pacific Investment Grade Bond Fund		BEA Union Investment Core Accumulation Fund		BEA Union Investment Age 65 Plus Fund		BEA Union Investment Money Market Fund ⁽¹⁾	
	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$
Net movement in unrealised gains/(losses) on investments	317,561,096	244,309,776	4,505,798	26,768,012	185,121,146	137,545,747	53,373,211	40,456,019	245,792	(378,971)
Realised gains/(losses) on investments	(4,615,806)	10,363,435	43,594,880	90,300,326	27,001,967	6,515,020	9,972,325	4,220,243	5,111,698	11,007,626
	<u>312,945,290</u>	<u>254,673,211</u>	<u>48,100,678</u>	<u>117,068,338</u>	<u>212,123,113</u>	<u>144,060,767</u>	<u>63,345,536</u>	<u>44,676,262</u>	<u>5,357,490</u>	<u>10,628,655</u>

⁽¹⁾ The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

10 Transactions with the Manager, the Trustee and Connected Persons

The following is a summary of significant related party transactions or transactions entered into during the year between the Sub-funds and the Manager, the Trustee and their Connected Persons. Connected Persons are those as defined in the Code on Unit Trusts and Mutual Funds issued by the SFC. All transactions during the year between the Sub-funds and the Manager and its Connected Persons were entered into in the ordinary course of business and under normal commercial terms. No investment management fee, trustee fee and registrar's fee will be levied on Class I units of BEA Union Investment Core Accumulation Fund and BEA Union Investment Age 65 Plus Fund. To the best of the knowledge of the Manager and the Trustee, the Sub-funds did not have any other transactions with Connected Persons except for those disclosed below.

(a) Investment management fees

The Manager is entitled to receive a management fee in respect of each class of units calculated as a percentage of the net asset value of that part of the relevant sub-fund relating to the relevant class of units as follows:

	Class A % p.a.	Class D % p.a.	Class I % p.a.	Class R % p.a.
BEA Union Investment Asia Strategic Growth Fund	Nil	1.75	0.40	1.50
BEA Union Investment Global Bond Fund	Nil	1.10	Nil	0.85
BEA Union Investment Hong Kong Growth Fund	Nil	1.75	0.40	1.50
BEA Union Investment Greater China Growth Fund	Nil	1.75	0.40	1.50
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund	Nil	1.00	0.30	0.75
BEA Union Investment Global Equity Fund	Nil	1.75	Nil	1.50
BEA Union Investment Asia Pacific Investment Grade Bond Fund	Nil	1.25	0.30	1.00
BEA Union Investment Money Market Fund ⁽¹⁾	Nil	N/A	0.25	N/A

⁽¹⁾ The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

10 Transactions with the Manager, the Trustee and Connected Persons (continued)

(a) Investment management fees (continued)

Same rates have been applied for 2020 and 2019. The fee is calculated and accrued on each dealing day and is paid monthly in arrears.

The investment management fees charged for the year for each sub-fund are disclosed in the statement of comprehensive income. As at 31 December, the investment management fees payable for each sub-fund is as below:

	2020 HK\$	2019 HK\$
BEA Union Investment Asia Strategic Growth Fund	<u>107,713</u>	<u>93,871</u>
BEA Union Investment Global Bond Fund	<u>292,954</u>	<u>272,597</u>
BEA Union Investment Hong Kong Growth Fund	<u>207,364</u>	<u>234,870</u>
BEA Union Investment Greater China Growth Fund	<u>306,770</u>	<u>231,165</u>
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund	<u>974,887</u>	<u>920,687</u>
BEA Union Investment Global Equity Fund	<u>268,866</u>	<u>232,407</u>
BEA Union Investment Asia Pacific Investment Grade Bond Fund	<u>155,024</u>	<u>264,821</u>
BEA Union Investment Money Market Fund ⁽¹⁾	<u>26,535</u>	<u>1,078</u>

⁽¹⁾ The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

10 Transactions with the Manager, the Trustee and Connected Persons (continued)

(b) Trustee's fees

The Trustee is entitled to receive a trustee fee in respect of each class of units calculated as a percentage of the net asset value of that part of the relevant sub-fund relating to the relevant class of units as follows:

	Class A % p.a.	Class D % p.a.	Class I % p.a.	Class R % p.a.
BEA Union Investment Asia Strategic Growth Fund	Nil	0.125	0.125	0.125
BEA Union Investment Global Bond Fund	Nil	0.085	Nil	0.085
BEA Union Investment Hong Kong Growth Fund	Nil	0.125	0.125	0.125
BEA Union Investment Greater China Growth Fund	Nil	0.150	0.150	0.150
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund	Nil	0.075	0.075	0.075
BEA Union Investment Global Equity Fund	Nil	0.150	Nil	0.150
BEA Union Investment Asia Pacific Investment Grade Bond Fund	Nil	0.100	0.100	0.100
BEA Union Investment Money Market Fund ⁽¹⁾	Nil	N/A	0.050	N/A

⁽¹⁾ The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

Same rates have been applied for 2020 and 2019. The fee is calculated and accrued on each dealing day and is paid monthly in arrears.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

10 Transactions with the Manager, the Trustee and Connected Persons (continued)

(b) Trustee's fees (continued)

The trustee's fees charged for the year for each sub-fund are disclosed in the statement of comprehensive income. As at 31 December, trustee's fees payable for each sub-fund is as below:

	2020 HK\$	2019 HK\$
BEA Union Investment Asia Strategic Growth Fund	<u>8,976</u>	<u>7,823</u>
BEA Union Investment Global Bond Fund	<u>29,295</u>	<u>27,260</u>
BEA Union Investment Hong Kong Growth Fund	<u>17,280</u>	<u>19,572</u>
BEA Union Investment Greater China Growth Fund	<u>30,677</u>	<u>23,116</u>
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund	<u>91,074</u>	<u>85,584</u>
BEA Union Investment Global Equity Fund	<u>26,887</u>	<u>23,241</u>
BEA Union Investment Asia Pacific Investment Grade Bond Fund	<u>15,502</u>	<u>26,482</u>
BEA Union Investment Money Market Fund ⁽¹⁾	<u>5,307</u>	<u>216</u>

⁽¹⁾ The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

(c) Registrar's fees

During 2020 and 2019, the Trustee has delegated the registrar function of the Sub-funds to the Manager and agreed the Manager to receive the full registrar fee from the Sub-funds directly. The registrar fee is calculated as a percentage of the net asset value of the Sub-funds at the following rates (except Class I units of BEA Union Investment Global Bond Fund and BEA Union Investment Global Equity Fund). No registrar's fee will be levied on Class I units of BEA Union Investment Global Bond Fund and BEA Union Investment Global Equity Fund:

For the first HK\$390 million of NAV	0.050%
For the next HK\$78 million of NAV	0.045%
For the next HK\$78 million of NAV	0.040%
For the next HK\$78 million of NAV	0.035%
For the next HK\$78 million of NAV	0.030%
For the next HK\$78 million of NAV	0.025%
For the remaining balance of NAV	0.015%

Same rates have been applied for 2020 and 2019. The fee is calculated and accrued on each dealing day and is paid monthly in arrears.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

10 Transactions with the Manager, the Trustee and Connected Persons (continued)

(c) Registrar's fees (continued)

The registrar's fees charged for the year for each sub-fund are disclosed in the statement of comprehensive income. As at 31 December, registrar's fees payable for each sub-fund is as below:

	2020 HK\$	2019 HK\$
BEA Union Investment Asia Strategic Growth Fund	<u>54,055</u>	<u>45,202</u>
BEA Union Investment Global Bond Fund	<u>85,972</u>	<u>79,541</u>
BEA Union Investment Hong Kong Growth Fund	<u>69,963</u>	<u>55,701</u>
BEA Union Investment Greater China Growth Fund	<u>50,629</u>	<u>42,326</u>
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund	<u>38,806</u>	<u>37,473</u>
BEA Union Investment Global Equity Fund	<u>29,943</u>	<u>27,993</u>
BEA Union Investment Asia Pacific Investment Grade Bond Fund	<u>30,709</u>	<u>31,750</u>
BEA Union Investment Money Market Fund ⁽¹⁾	<u>21,421</u>	<u>16,949</u>

⁽¹⁾ The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

10 Transactions with the Manager, the Trustee and Connected Persons (continued)

(d) Bank balances

Bank accounts are maintained with The Bank of East Asia, Limited which is the ultimate holding company of the Manager and the Trustee. The balances of these accounts are set out below:

	2020 HK\$	2019 HK\$
As at 31 December		
BEA Union Investment Asia Strategic Growth Fund	<u>58,046</u>	<u>58,174</u>
BEA Union Investment Global Bond Fund	<u>160,897</u>	<u>159,123</u>
BEA Union Investment Hong Kong Growth Fund	<u>1,875</u>	<u>697,667</u>
BEA Union Investment Greater China Growth Fund	<u>46,705</u>	<u>43,340</u>
BEA Union Investment Hong Kong Dollar (HK\$) Bond Fund	<u>29,149</u>	<u>29,137</u>
BEA Union Investment Global Equity Fund	<u>13,726</u>	<u>13,721</u>
BEA Union Investment Asia Pacific Investment Grade Bond Fund	<u>10,258</u>	<u>10,301</u>
BEA Union Investment Core Accumulation Fund	<u>–</u>	<u>–</u>
BEA Union Investment Age 65 Plus Fund	<u>–</u>	<u>–</u>
BEA Union Investment Money Market Fund ⁽¹⁾	<u>–</u>	<u>–</u>

⁽¹⁾ The launch date for BEA Union Investment Money Market Fund was 9 January 2019.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

10 Transactions with the Manager, the Trustee and Connected Persons (continued)

(f) Investments

During the year ended 2020 and 2019, BEA Union Investment Core Accumulation Fund had invested in BEA Union Investment Global Equity Fund and BEA Union Investment Global Bond Fund while BEA Union Investment Age 65 Plus Fund had invested in BEA Union Investment Global Equity Fund and BEA Union Investment Global Bond Fund. These investment funds were managed by the Manager and entrusted by the Trustee. Details of the transactions are shown below:

2020

Name of related unitholders	BEA Union Investment Core Accumulation Fund	BEA Union Investment Core Accumulation Fund	BEA Union Investment Age 65 Plus Fund	BEA Union Investment Age 65 Plus Fund
Name of investee funds	BEA Union Investment Global Equity Fund	BEA Union Investment Global Bond Fund	BEA Union Investment Global Equity Fund	BEA Union Investment Global Bond Fund
Number of units held as at year end	<u>6,460,908</u>	<u>5,403,456</u>	<u>891,933</u>	<u>4,482,408</u>
Market value of units held as at year end	<u>HK\$1,007,126,381</u>	<u>HK\$659,275,707</u>	<u>HK\$139,034,550</u>	<u>HK\$546,898,592</u>
Total sales during the year	<u>HK\$155,865,102</u>	<u>HK\$102,300,070</u>	<u>HK\$43,900,145</u>	<u>HK\$56,438,224</u>
Total purchase during the year	<u>HK\$267,502,463</u>	<u>HK\$241,918,740</u>	<u>HK\$50,315,292</u>	<u>HK\$144,641,261</u>

2019

Name of related unitholders	BEA Union Investment Core Accumulation Fund	BEA Union Investment Core Accumulation Fund	BEA Union Investment Age 65 Plus Fund	BEA Union Investment Age 65 Plus Fund
Name of investee funds	BEA Union Investment Global Equity Fund	BEA Union Investment Global Bond Fund	BEA Union Investment Global Equity Fund	BEA Union Investment Global Bond Fund
Number of units held as at year end	<u>5,489,561</u>	<u>4,208,259</u>	<u>811,155</u>	<u>3,729,526</u>
Market value of units held as at year end	<u>HK\$728,794,208</u>	<u>HK\$474,228,736</u>	<u>HK\$107,689,033</u>	<u>HK\$420,280,389</u>
Total sales during the year	<u>HK\$56,242,176</u>	<u>HK\$26,395,992</u>	<u>HK\$22,798,860</u>	<u>HK\$38,881,336</u>
Total purchase during the year	<u>HK\$229,896,465</u>	<u>HK\$180,746,880</u>	<u>HK\$28,778,099</u>	<u>HK\$101,520,596</u>

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

10 Transactions with the Manager, the Trustee and Connected Persons (continued)

(f) Investments (continued)

As at year end, BEA Union Investment Money Market Fund held short-term deposits with The Bank of East Asia, Limited, the ultimate controlling party of the Trustee, as follows:

	2020	
	Nominal value HK\$	Fair value HK\$
Bank of East Asia, Limited F/D 0.60% 14 January 2021	9,023,592	9,023,592
Bank of East Asia, Limited F/D 0.61% 04 February 2021	3,606,352	3,606,352
Bank of East Asia, Limited F/D 0.61% 04 February 2021	22,941,741	22,941,741
Bank of East Asia, Limited F/D 0.80% 11 February 2021	3,000,000	3,000,000
Bank of East Asia, Limited F/D 1.09% 14 January 2021	8,600,000	8,600,000
	<u>47,171,685</u>	<u>47,171,685</u>
	2019	
	Nominal value HK\$	Fair value HK\$
Bank of East Asia, Limited F/D 2.35% 23 January 2020	22,521,337	22,521,337
Bank of East Asia, Limited F/D 2.47% 09 January 2020	10,000,000	10,000,000
	<u>32,521,337</u>	<u>32,521,337</u>

11 Transactions with associates

All the transactions with associates as defined in the Hong Kong Mandatory Provident Fund Schemes Ordinance and the "Guidelines on Annual Statements of Approved Pooled Investment Funds" Annex A section I(E)(2) issued by the MPFA have been included in transaction with the Manager, the Trustee and Connected Persons as set out in note 10.

12 Bank loans, overdrafts and other borrowings

The Sub-funds had no bank loans, overdrafts or other borrowings as at 31 December 2020 and 2019.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

13 Taxation

No provision for Hong Kong profits tax has been made as dividend income, interest on bank deposits and realised gains and disposal of investments of the Sub-funds are excluded from the charge to profits tax under sections 14, 26 or 26A of the Hong Kong Inland Revenue Ordinance.

Non-recoverable overseas withholding tax was charged on certain dividend and interest income received during the year.

Non-recoverable capital gain tax was charged on certain capital appreciation of investments during the year.

14 Soft commission arrangements

During the years ended 31 December 2020 and 2019, the Manager and its delegates did not enter into any soft commission arrangements with brokers relating to dealings in the assets of the Sub-funds.

15 Security lending arrangements

During the years ended 31 December 2020 and 2019, the Sub-funds did not enter into any security lending arrangements.

16 Negotiability of assets

As at 31 December 2020, there were no statutory or contractual requirements restricting the negotiability of the assets of the Sub-funds (2019: HK\$Nil).

17 Commitments

As at 31 December 2020, the Sub-funds had no commitments (2019: HK\$Nil).

18 Contingent liabilities and capital commitment

As at 31 December 2020, there were no contingent liabilities or capital commitments outstanding (2019: HK\$Nil).

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

19 Transaction costs

As at 31 December 2020, transaction costs for each sub-fund pertains to the following expenses:

	BEA Union Investment Asia Strategic Growth Fund		BEA Union Investment Hong Kong Growth Fund		BEA Union Investment Greater China Growth Fund		BEA Union Investment Global Equity Fund	
	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$	2020 HK\$	2019 HK\$
Brokerage fees	6,881,120	9,785,884	11,503,177	14,948,866	9,294,163	20,563,951	525,834	759,934
Stamp and levy fees	4,508,827	6,402,995	7,819,084	10,749,728	6,347,776	14,452,915	132,716	602,659
Total transaction cost	<u>11,389,947</u>	<u>16,188,879</u>	<u>19,322,261</u>	<u>25,698,594</u>	<u>15,641,939</u>	<u>35,016,866</u>	<u>658,550</u>	<u>1,362,593</u>

20 Involvement with unconsolidated structured entities

The Sub-funds have concluded that listed real estate investment trusts, listed and unlisted open-ended investment funds and exchange-traded open-ended index-tracking funds in which they invest but are not consolidated by the Sub-funds meet the definition of structured entities because:

- the voting rights in the investment funds are not dominant rights in deciding who controls them as they relate to administrative tasks only;
- each investment fund's activities are restricted by its prospectus; and
- the investment funds have narrow and well-defined objectives to provide investment opportunities to investors.

The table below describes the types of structured entities that the Sub-funds do not consolidate but in which they hold an interest.

<i>Type of structured entity</i>	<i>Nature and purpose</i>	<i>Interest held by the Sub-funds</i>
Investment funds	To manage assets on behalf of third party investors and generate fees for the investment manager. These vehicles are financed through the issues of units to investors.	Investments in units issued by the Sub-funds

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

20 Involvement with unconsolidated structured entities (continued)

The table below sets out interests held by the Sub-funds in unconsolidated structured entities. The maximum exposure to loss is the carrying amount of the financial assets held.

As at 31 December 2020

	Number of investee funds	Total net assets of the structured entities HK\$ (in million)	Carrying amount included in "investments" HK\$ (in million)
BEA Union Investment Asia Strategic Growth Fund			
Investment in listed real estate investment trusts – Long position	2	217,172	44
BEA Union Investment Hong Kong Growth Fund			
Investment in listed real estate investment trust – Long position	1	146,981	30
BEA Union Investment Greater China Growth Fund			
Investment in listed real estate investment trust – Long position	1	146,981	18
BEA Union Investment Core Accumulation Fund			
Investment in unlisted open-ended investment funds – Long position	2	8,840	1,666
BEA Union Investment Age 65 Plus Fund			
Investment in unlisted open-ended investment funds – Long position	2	8,840	686

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

20 Involvement with unconsolidated structured entities (continued)

As at 31 December 2019

	Number of investee funds	Total net assets of the structured entities HK\$ (in million)	Carrying amount included in "investments" HK\$ (in million)
BEA Union Investment Asia Strategic Growth Fund			
Investment in listed real estate investment trust – Long position	1	172,105	7
BEA Union Investment Hong Kong Growth Fund			
Investment in listed real estate investment trust – Long position	1	172,105	25
BEA Union Investment Greater China Growth Fund			
Investment in listed real estate investment trust – Long position	1	172,105	21
BEA Union Investment Core Accumulation Fund			
Investment in unlisted open-ended investment funds – Long position	2	7,368	1,203
BEA Union Investment Age 65 Plus Fund			
Investment in unlisted open-ended investment funds – Long position	2	7,368	528

During the year, the Sub-funds did not provide financial support to unconsolidated structured entities and have no intention of providing financial or other support.

BEA UNION INVESTMENT CAPITAL GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

(EXPRESSED IN HONG KONG DOLLARS UNLESS OTHERWISE INDICATED) (CONTINUED)

21 Segment information

The Manager makes the strategic resource allocation on behalf of the Sub-funds and determines the operating segments based on the internal reporting used to make strategic decisions. The Manager's asset allocation decisions for each Sub-fund are based on one single, integrated investment strategy, and the Sub-funds' performance is evaluated on an overall basis. Accordingly the Manager considers that each Sub-fund has one single operating segment which is investing in a portfolio of financial instruments to generate investment returns in accordance with the investment objective stipulated in the Explanatory Memorandum. The investment objectives and the investment portfolios of each Sub-fund are presented in the investment report.

There were no changes in the operating segment during the year.

The internal reporting provided to the Manager is the same as that disclosed in the statement of comprehensive income and the statement of assets and liabilities.

22 Possible impact of amendments, new standards and interpretations issued but not yet effective for the year ended 31 December 2020

Up to the date of issue of these financial statements, the HKICPA has issued a number of amendments, new standards and interpretations which are not yet effective for the year ended 31 December 2020 and which have not been adopted in these financial statements. These include the following which may be relevant to the Sub-funds.

	Effective for accounting periods beginning on or after
Amendments to HKFRS 9, HKAS 39, HKFRS 7, HKFRS 4 and HKFRS 16, <i>Interest Rate Benchmark Reform — Phase 2</i>	1 January 2021
Amendments to HKFRS 3, <i>Reference to the Conceptual Framework</i>	1 January 2022
Amendments to HKAS 37, <i>Onerous Contracts — Cost of Fulfilling a Contract</i>	1 January 2022
Annual Improvements to HKFRSs 2018-2020 Cycle	1 January 2022
Amendments to HKAS 1, <i>Classification of Liabilities as Current or Non-current</i>	1 January 2023

The Manager and the Trustee are in the process of making an assessment of what the impact of these amendments and new standards is expected to be in the period of initial application. So far the Manager and the Trustee have concluded that the adoption of them is unlikely to have a significant impact on the financial statements.

23 Subsequent event

There were no significant events subsequent to the year end which require disclosure in the financial statement.

This page is intentionally left blank