



**Product Key Facts Statement Template for
Guaranteed Funds /
Funds with Structured Pay-outs**

PRODUCT KEY FACTS

[Issuer's name and logo]
Issuer

[Product name and type, e.g. ABC[●]% guaranteed fund]
[Date]

***This statement provides you with key information about this product.
This statement is a part of the offering document.
You should not invest in this product based on this statement alone.***

Quick facts

Launch date:	[●]	Fund Manager:	[●]
		<i>[Include delegation (if any) - specify name and location of delegate and whether delegation is internal or external]</i>	
Total assets as of [date]:	[●]	Custodian:	[●]
Total expense ratio (optional):	[●]%	Dividend:	[●]
Base currency:	[●]	Min. investment:	[●]
Financial year end of this fund:	[●]		
Dealing frequency:	[●]		

What is this product?

[For guaranteed fund: This is a fund constituted in the form of a [unit trust]. The Fund may invest in *[describe instruments in which the Fund may invest in, for example financial derivative instruments]*.

The Fund offers:

- [●] % capital guarantee at maturity (i.e. [date])
- [●] % guaranteed coupon(s) at [coupon date(s)].

[For fund offering structured pay-outs: The Fund Manager seeks to achieve the Fund's investment objective primarily through investment in or use of [description of financial derivative instruments in which the Fund may invest]. The Fund is passively managed and offers structured pay-outs or return to you.]

[For RJS, also state that: It is domiciled in [●] and its home regulator is [●]. The fund is subject to regulatory requirements which may not be entirely equivalent to those applicable to retail funds domiciled in Hong Kong. Ask your intermediary for more information, if in doubt.]

What are the investment objectives and strategy?

Objective

[Include details]

Strategy

[Include details including any collateral or portfolio of securities held, including the reference to the website for the latest details of counterparties and collaterals.]

If the structure involves primarily a swap or an index, include more details, for example, if the fund invests in an index, include details of the index.

When will you lose your money?

[Include description and refer to the section headed "Scenarios" below.

For example, include the risk of the counterparty's default, the risk of the guarantor's default and the risk of not getting back the amount invested.]

[You may not get back the amount of money you invested.]

What are the key terms of the guarantee?

- Guarantor: [name of guarantor]
- Scope of guarantee: [shortfall between the NAV and the guaranteed unit price at maturity / shortfall between the coupon(s) and the guaranteed coupon(s) at coupon date(s)]

Termination condition(s): [e.g. the Fund Manager is removed at the request of of unitholders holding not less than [●]% in value of the units in issue]

What are the key risks?

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

[●]

What are the fees and charges? *[Note: in the case of an umbrella fund, if the umbrella fund has already produced a schedule in a separate document setting out the fees and charges for all sub-funds of the umbrella fund which will be distributed with this statement, the following information is not necessary. If this is the case, please insert a statement to the effect that investors should read the separate fees schedule for details.]*

Initial charges which may be payable by you

You may have to pay the following fees when you purchase units of the fund.

Fee	What you pay
Subscription fee	Up to [●]% of the amount you buy.

Ongoing fees payable by the fund

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

	Annual rate (as a % of the fund's value)
Management fee The fund pays a management fee to the fund manager	[●]%
Custodian fee The fund pays a custodian fee to the custodian	[●]%
Performance fee The fund pays a performance fee to the fund manager	[●]% (+ computation basis)
Administration fee The fund pays an administration fee to the fund administrator	[●]%

Other fees

You may have to pay other fees when you switch or redeem your investment.

Fee	What you pay
Switching fee	You may be charged up to [●]% of the value of units you transfer to another subfund of [●].
Redemption fee	None.

Scenarios analysis (where applicable, e.g. for funds with structured pay-outs)

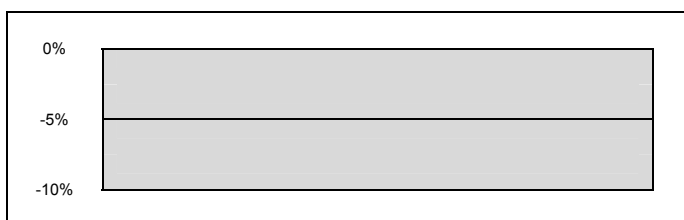
[Option A (Table format)]

The following table shows the worst, base and best case scenarios. **Details may be found in the offering document.**

Possible scenario	Example of when this would apply
Worst case scenario	<i>[Bullet point descriptions with pictorial expressions if possible]</i>
Base case scenario	<i>[Bullet point descriptions with pictorial expressions if possible]</i>
Best case scenario	<i>[Bullet point descriptions with pictorial expressions if possible]</i>

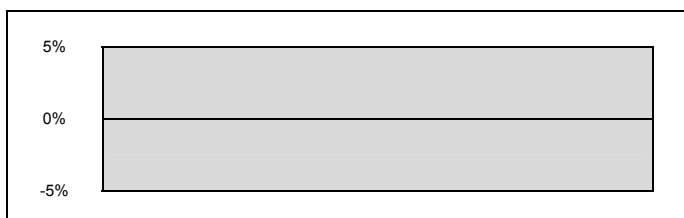
[Option B (graph format)]

Here we show scenarios to illustrate the worst, base and best case scenarios. **Details may be found in the offering document.**



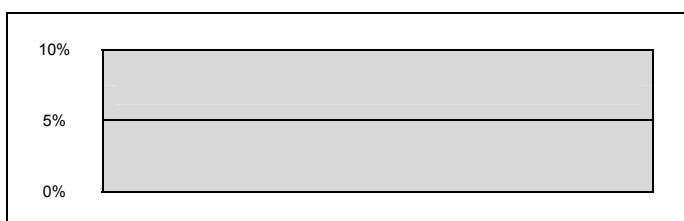
Worst case scenario

[Bullet point descriptions with reference to the graph where appropriate]



Base case scenario

[Bullet point descriptions with reference to the graph where appropriate]



Best case scenario

[Bullet point descriptions with reference to the graph where appropriate]

How has the fund performed? *[Note: the provision of performance information is optional]*

[For funds with on-going dealings whereby performance information is presented in this statement, the performance information has to be presented in the same manner as illustrated in the template for general funds.]

Additional Information

- You generally buy and redeem units at the Fund's next-determined net asset value (NAV) after [●] receives your request in good order on or before [●] being the dealing cut-off time.
- The net asset value of this fund is calculated and the price of units published each "business day". [They are available online at [●].]

[Insert any other additional important information.]

Intermediaries' information

[Name of intermediary] Phone: [●]
 Address: [●] Fax: [●]
 Email: [●]
 Website: [●]

[Note: As an alternative to providing the details of the intermediaries, details of where investors could obtain information on the intermediaries (e.g. by reference to the fund managers website) may be provided]

Important

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

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

Guidance for preparing this statement

1. If you want to include a responsibility statement in this statement, please make sure that such statement is consistent with the responsibility statement in other parts of the offering document.
2. Where a scheme is described as having been authorized by the SFC, please include a SFC non-endorsement statement in this statement pursuant to the requirements of the Code on Unit Trusts and Mutual Funds.
3. Disclosures shall be visually reader-friendly and written in plain language so that investors can easily read and understand them. Use of technical jargon or complex sentences shall be avoided.
4. Use of visual aids, graphs or charts is generally encouraged to illustrate the product structure and features.
Note: For example, structure charts and cashflow diagrams may be used to assist investors' understanding of the product structure.
5. Depending on the actual circumstances of the case, the contents in each statement may differ. Nevertheless, the headings set out in the template above are generally expected to be observed unless there are good reasons to do otherwise. Words inside the square brackets in the template are drafting notes. They should be construed as examples rather than suggestions, and are not meant to be exclusive or prescriptive. Issuers are responsible for what is and what is not to be included in the statement.