

# Products

## Authorisations

As of 30 June, there were 2,768 SFC-authorized collective investment schemes (CIS) on offer to the public. During the quarter, we authorised 22 CIS, comprising 21 unit trusts and mutual funds and one investment-linked assurance scheme. We also authorised six unlisted structured investment products for public offering.

## Mutual recognition of funds

### Mainland China

Under the Mainland-Hong Kong mutual recognition of funds (MRF) scheme, as of 30 June, we had authorised a total of 50 Mainland funds (including two umbrella funds), and the China Securities Regulatory Commission had approved 15 Hong Kong funds.

### Switzerland

As of 30 June, four SFC-authorized funds were approved by the Swiss Financial Market Supervisory Authority for distribution to retail investors in Switzerland under the Switzerland-Hong Kong MRF arrangement.

## Enhanced fund data reporting

On 29 June, we announced enhanced reporting requirements for SFC-authorized funds taking effect from 30 September and covering, amongst other data, funds' asset allocations and securities financing transactions and the liquidity profiles of their assets. This initiative will enhance our supervisory ability.

## Authorised collective investment schemes<sup>a</sup>

	As at 30.6.2018	As at 31.3.2018	Change (%)	As at 30.6.2017	YoY change (%)
Unit trusts and mutual funds	2,183	2,215	-1.4	2,204	-1
Investment-linked assurance schemes	300	299	0.3	301	-0.3
Pooled retirement funds	34	34	0	34	0
MPF schemes	31	31	0	35	-11.4
MPF pooled investment funds	194	194	0	193	0.5
Others	26 <sup>b</sup>	26	0	26	0
<b>Total</b>	<b>2,768</b>	<b>2,799</b>	<b>-1.1</b>	<b>2,793</b>	<b>-0.9</b>

<sup>a</sup> Excluding unlisted structured investment products.

<sup>b</sup> Comprising 15 paper gold schemes and 11 real estate investment trusts.

## Online distribution and advisory platforms

In April and May, we held briefings to help the industry better understand and prepare for the implementation of new guidelines for online distribution and advisory platforms which will come into effect in April 2019. Over 200 participants from the asset management, banking, brokerage, financial advisory and financial technology industries attended.



Industry briefing

## Open-ended fund companies

On 18 May, we published consultation conclusions on the Securities and Futures (Open-ended Fund Companies) Rules and the Code on Open-ended Fund Companies which set out the detailed legal and regulatory requirements applicable to the new open-ended fund companies (OFC) regime, which took effect on 30 July. The introduction of this new corporate fund structure broadens the choice of investment fund vehicles and facilitates the distribution of Hong Kong funds internationally.

## Products

### Unlisted structured investment products

	Quarter ended 30.6.2018	Quarter ended 31.3.2018	Change (%)	Quarter ended 30.6.2017	YoY change (%)
Unlisted structured investment products <sup>a</sup>	6	9	-33.3	18	-66.7
Authorisations granted under section 105 of the Securities and Futures Ordinance <sup>b</sup>	10	16	-37.5	16	-37.5

<sup>a</sup> On a "one product per key facts statement" basis, the number of unlisted structured investment products authorised during the period, most of which were equity-linked investments and deposits.

<sup>b</sup> Offering documents and advertisements of unlisted structured investment products offered to the Hong Kong public.

### SFC-authorized renminbi investment products

	As at 30.6.2018
<b>Unlisted products</b>	
Unlisted funds primarily investing in the onshore Mainland securities markets <sup>a</sup> or offshore renminbi bonds, fixed income instruments or other securities	74
Other unlisted funds with renminbi share classes <sup>b</sup>	129
Paper gold schemes with renminbi features	1
Recognised Mainland funds under the Mainland-Hong Kong Mutual Recognition of Funds arrangement	50
Unlisted structured investment products with renminbi features <sup>c</sup>	100
<b>Listed products</b>	
Exchange-traded funds (ETFs) primarily investing in the onshore Mainland securities markets <sup>a</sup> or offshore renminbi bonds, fixed income instruments or other securities	34
Other ETFs with renminbi trading counters <sup>b</sup>	20
Renminbi gold ETFs <sup>d</sup>	1
Renminbi real estate investment trusts	1

<sup>a</sup> Refers to onshore Mainland investments through the Renminbi Qualified Foreign Institutional Investor (RQFII) quota, Stock Connect, Bond Connect and the China Interbank Bond Market.

<sup>b</sup> Refers to unlisted funds or ETFs which have non-renminbi base currency.

<sup>c</sup> The number is on a "one product per key facts statement" basis.

<sup>d</sup> Only includes gold ETF denominated in renminbi.