

## PRODUCT KEY FACTS



### BOCOM International Fund - BOCOM International Money Market Fund (USD)

BOCOM INTERNATIONAL ASSET  
MANAGEMENT LIMITED

June 2025

- *This statement provides you with key information about BOCOM International Money Market Fund (USD).*
- *This statement is a part of the offering document and must be read in conjunction with the Explanatory Memorandum of BOCOM International Fund – BOCOM International Money Market Fund (USD).*
- *You should not invest in this product based on this statement alone.*

#### Quick facts

**Manager:** BOCOM International Asset Management Limited

**Trustee:** Bank of Communications Trustee Limited

**Ongoing charges over a year#:** Class A US\$ (Acc): 0.53%  
Class B US\$ (Acc): 0.83%  
Class C US\$ (Acc): 0.23%  
Class I US\$ (Acc): 0.33%  
Class I US\$ (Dis): 0.33%

# As the Sub-Fund is newly set up, the ongoing charges figure is an estimate only and represents the sum of estimated ongoing expenses for a 12-month period expressed as a percentage of the estimated average net asset value over the same period. The actual figure may be different from the estimated figure and may vary from year to year.

**Dealing frequency:** Daily

**Base currency:** US\$

**Dividend policy:** Class A US\$ (Acc), Class B US\$ (Acc), Class C US\$ (Acc) & Class I US\$ (Acc)  
No distributions of income  
Class I US\$ (Dis)  
Dividends, if declared, will be distributed at a frequency at the discretion of the Manager

<b>Financial year end:</b>	31 December each year
<b>Minimum investment:</b>	<p><u>Class A US\$ (Acc) &amp; Class B US\$ (Acc):</u> US\$1 minimum initial subscription US\$0.01 minimum subsequent subscription</p> <p><u>Class C US\$ (Acc)</u> US\$1,000 minimum initial subscription US\$10 minimum subsequent subscription</p> <p><u>Class I US\$ (Acc) &amp; Class I US\$ (Dis):</u> US\$10,000 minimum initial subscription US\$100 minimum subsequent subscription</p>
<b>Minimum holding:</b>	<p><u>Class A US\$ (Acc) &amp; Class B US\$ (Acc):</u> Units with aggregate minimum value of US\$1</p> <p><u>Class C US\$ (Acc)</u> Units with aggregate minimum value of US\$1,000</p> <p><u>Class I US\$ (Acc) &amp; Class I US\$ (Dis):</u> Units with aggregate minimum value of US\$10,000</p>
<b>Minimum redemption:</b>	Nil

## What is this product?

- BOCOM International Money Market Fund (USD) (the “Sub-Fund”) is a sub-fund of BOCOM International Fund (the “Fund”) which is a Hong Kong domiciled umbrella structure unit trust established by a trust deed dated 27<sup>th</sup> October 2010. It is governed by the laws of Hong Kong.
- The Sub-Fund is a money market fund which falls under Chapter 8.2 of the Code on Unit Trusts and Mutual Funds.
- **Investors should note that purchase of a unit in the Sub-Fund is not the same as placing funds on deposit with a bank or deposit-taking company and that the Sub-Fund is not subject to the supervision of the Hong Kong Monetary Authority. The Sub-Fund does not have a constant net asset value ("NAV") and does not guarantee the repayment of investment principal. The manager has no obligation to redeem units at the offer value.**

## Objective and Investment Strategy

### Objective

The investment objective of the Sub-Fund is to preserve capital and provide an investment vehicle for the investor to seek returns in USD in line with the prevailing money market rates available from a managed portfolio of short term deposits and high quality money market investments, while offering ready availability of monies.

### **Investment Strategy**

The Sub-Fund seeks to achieve its investment objective by investing not less than 70% of its latest available Net Asset Value in USD denominated short term deposits, high quality money market instruments issued by governments, quasi-governments, international organizations, financial institutions and other institutions. The money market instruments in which the Sub-Fund may invest include but are not limited to commercial papers, certificates of deposits, bills (including commercial bills), notes, other money market instruments and other high quality and short term debt securities (including bonds and fixed and floating rate securities).

In assessing whether a money market instrument is of high quality, the credit quality and the liquidity profile of the money market instrument will be considered.

The Sub-Fund will only invest in instruments which meet the minimum credit ratings ("Minimum Credit Ratings") as follows:

- For short-term instruments, a rating of at least P-3 or above from Moody's, A-3 or above from Standard & Poor's, F3 or above from Fitch or an equivalent rating from any internationally recognized credit rating agency, or at least A-1 from a Mainland China rating agency.
- While the Sub-Fund does not intend to invest in fixed income and debt securities with a long term to maturity remaining at the time of investment, long term credit ratings will be considered where the Sub-Fund invests in fixed income and debt securities which have been rated long term credit ratings, but have a shorter term to maturity remaining (subject to the requirements on remaining maturity, weighted average maturity and weighted average life of the portfolio of the Sub-Fund as set out below). For such securities, the minimum credit rating is at least BBB- (from Standard & Poor's and Fitch) or Baa3 (from Moody's) or an equivalent rating from any internationally recognized credit rating agency, or at least AA+ from a Mainland China rating agency.

In the event of split ratings, the highest rating will apply. For instruments which are not themselves rated, the Sub-Fund will consider the credit rating of issuer of the relevant instrument. If the issuer is not rated, the Sub-Fund will consider the credit rating of the issuer's banking group or the guarantors. If the instrument itself, the issuer, the issuer's banking group and the guarantors are all unrated, the security will be classified as unrated. For the avoidance of doubt, the Sub-Fund will not invest in unrated instruments.

It is the Manager's intention that the majority of the instruments invested by the Sub-Fund are rated (or, if the instrument itself is not rated, as assessed and determined by the Manager in the manner described above) higher than the Minimum Credit Ratings.

The Manager will also assess the liquidity profile of instruments based on various factors, including but not limited to, liquidation horizon, time to maturity and bid-ask spread of such instruments. Only instruments which fulfil the Manager's liquidity requirements will be included in the portfolio of the Sub-Fund.

The Sub-Fund will maintain a portfolio with weighted average maturity not exceeding 60 days and a weighted average life not exceeding 120 days. The Sub-Fund will not purchase an instrument with a remaining maturity of more than 397 days, or two years in the case of government and other public securities.

There is no specific geographical allocation of the country of issue of the high quality money market

instruments or short-term deposits.

The aggregate value of the Sub-Fund's holding of instruments and deposits issued by a single entity will not exceed 10% of the total Net Asset Value of the Sub-Fund except: (i) where the entity is a substantial financial institution and the total amount does not exceed 10% of the entity's share capital and non-distributable capital reserves, the limit may be increased to 25%; or (ii) in the case of government and other public securities, up to 30% may be invested in the same issue; or (iii) in respect of any deposit of less than USD1,000,000, where the Sub-Fund cannot otherwise diversify as a result of its size.

The Sub-Fund may invest not more than 10% of its Net Asset Value in money market funds which are authorised by the SFC or regulated in a manner generally comparable with the requirements of the SFC and acceptable to the SFC.

The Sub-Fund may borrow up to 10% of its net asset value but only on a temporary basis for the purpose of meeting redemption requests or defraying operating expenses. The Sub-Fund will not invest in any convertible bonds, instruments with loss absorption features or urban investment bonds.

The Sub-Fund may acquire financial derivative instruments ("FDI") (including but not limited to currency swaps and interest rate swaps) for hedging purposes only.

The Sub-Fund may engage in sale and repurchase transactions provided that the amount of cash received by the Sub-Fund under sale and repurchase transactions will not in aggregate exceed 10% of its total net asset value.

The Sub-Fund may engage in reverse repurchase transactions provided that the aggregate amount of cash provided to the same counterparty in reverse repurchase agreements may not exceed 15% of the net asset value of the Sub-Fund.

The Manager currently does not intend to carry out any securities lending in respect of the Sub-Fund.

## **Use of Derivatives**

The Sub-Fund's net derivative exposure may be up to 50% of the Sub-Fund's net asset value.

## **What are the key risks?**

**Investment involves risks. Please refer to the Explanatory Memorandum for details including the risk factors.**

### **1. General investment risk**

- The Sub-Fund is an investment fund. There is no guarantee of the repayment of principal. The Sub-Fund's investment portfolio may fall in value due to any of the key risk factors below and therefore your investment in the Sub-Fund may suffer losses.
- There is also no guarantee of dividend or distribution payments during the period you hold the units of the Sub-Fund.

### **2. Risks relating to fixed income and debt securities (including money market instruments)**

#### Short-term instruments risk

- The Sub-Fund invests primarily in fixed income and debt securities with short maturities. This means the turnover rates of the Sub-Fund's investments may be relatively high and the transaction costs incurred as a result of the purchase or sale of such securities may increase which in turn may have a negative impact on the net asset value of the Sub-Fund.

Interest rates risk

- The fixed income and debt securities in which the Sub-Fund may invest are interest rate sensitive and subject to interest rate risk, which means that their value will fluctuate as interest rate fluctuate. In general, the prices of fixed income and debt securities rise when interest rates fall, whilst their prices fall when interest rates rise.

Credit risk

- The Sub-Fund is exposed to the credit/default risk of issuers of the fixed income and debt securities it invests in, as well as that of the issuer's banking group or its guarantors.

Risks relating to credit rating

- Credit ratings assigned by a rating agency are subject to limitations and do not guarantee the creditworthiness of the security and/or issuer, the issuer's banking group, or its guarantors at all times.

Credit rating agency risk

- The Mainland's credit appraisal system and rating methodologies may be different from those employed in other markets. Credit ratings given by Mainland rating agencies may therefore not be directly comparable with those given by other international rating agencies.

Downgrading risk

- The credit rating of a fixed income and debt instrument, its issuer, the issuer's banking group, or its guarantors may subsequently be downgraded. In the event of such downgrading, the value of the Sub-Fund may be adversely affected. The Manager may or may not be able to dispose of the fixed income and debt securities that are being downgraded.

Valuation risk

- Valuation of the Sub-Fund's investments may involve uncertainties and judgmental determinations. If such valuation turns out to be incorrect, this may affect the net asset value calculation of the Sub-Fund.

Sovereign risk

- The Sub-Fund may invest in fixed income and debt securities issued by governments, quasi-government organisations and/or supranational institutions and thus may be exposed to political, social, economic and credit risks of such governments, quasi-government organisations and/or supranational institutions. In adverse situations, the sovereign issuers may not be able or willing to repay the principal and/or interest when due or may request the Sub-Fund to participate in restructuring such debts. The Sub-Fund may suffer significant losses when there is a default of sovereign debt issuers.

**3. Risks associated with bank deposits**

- The Sub-Fund will invest in USD-denominated and non-USD-denominated short-term deposits, which are subject to the credit risks of the financial institutions that offer and act as counterparties of such deposits. As such deposits may not be protected or fully protected under any deposit protection schemes, a default by the relevant financial institution in respect of the Sub-Fund's holdings in short-term deposits may result in losses to the Sub-Fund.

**4. Currency risk**

- The Sub-Fund may be invested in part in assets quoted in currencies other than its base currency (i.e. US dollars). The net asset value of the Sub-Fund may therefore be affected unfavourably by fluctuations in the exchange rate between these currencies and the base currency and by changes in exchange rate controls.

**5. Derivative risk**

- The Sub-Fund may invest in FDI for hedging purposes only. Risks associated with FDI include counterparty/credit risk, liquidity risk, valuation risk, volatility risk and over-the-counter transaction risk. The leverage element/component of FDI can result in a loss significantly greater than the amount invested in the FDI by the Sub-Fund. Exposure to FDI may lead to a higher risk of significant loss by the Sub-Fund. Further, there is no guarantee that hedging techniques will achieve their desired result.

**6. Risks associated with securities financing transactions**

*Risks relating to sale and repurchase transactions*

- In the event of the failure of the counterparty with which collateral has been placed, the Sub-Fund may suffer loss as there may be delays in recovering collateral placed out or the cash originally received may be less than the collateral placed with the counterparty due to inaccurate pricing of the collateral or market movements.

*Risks relating to reverse repurchase transactions*

- In the event of the failure of the counterparty with which cash has been placed, the fund may suffer losses as there may be delays in recovering cash placed out or difficulties in realising collateral or proceeds from the sale of the collateral may be less than the cash placed with the counterparty owing to inaccurate pricing of the collateral or market movements.

**How has the sub-fund performed?**

As the Sub-Fund is newly established, there is insufficient data to provide a useful indication of past performance to investors.

## **Is there any guarantee?**

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

## **What are the fees and charges?**

### **Charges which may be payable by you**

You may have to pay the following fees when dealing in the Units of the Sub-Fund.

#### **Fees and Charges**

#### **What you pay**

Preliminary Charge  
(Subscription fee)  
(% of Issue Price)

All Classes: Up to 1%

Switching Charge  
(Switching fee)  
(% of issue price of  
the sub-fund being switched into)

All Classes: Up to 1%

Redemption Charge  
(Redemption fee)  
(% of Redemption Price)

All Classes: Nil

### **Ongoing fees payable by the Sub-Fund**

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

### **Annual rate (as a % of the Sub-Fund's net asset value)**

Management Fee\*

Class A: 0.30% p.a.  
Class B: 0.60% p.a.  
Class C: Nil  
Class I: 0.10% p.a.

Trustee Fee\*

All Classes: 0.05% p.a. (subject to a minimum annual fee of US\$3,500 for this Sub-Fund)

Performance Fee

All Classes: Nil

Administration Fee

All Classes: Nil

### **Other fees and charges**

You may have to pay other fees and charges when dealing in the Units of the Sub-Fund. The Sub-Fund will also bear the costs which are directly attributable to it, as set out in its Explanatory

Memorandum.

\*You should note that some fees may be increased, up to a specified permitted maximum, by giving unitholders at least one month's prior notice. For details, please refer to page 53 of the Explanatory Memorandum.

### **Additional Information**

- You generally buy and/or redeem Units of the Sub-Fund at the Sub-Fund's next-determined net asset value after the Authorised Distributor(s) or the Manager receives your request in good order on or before 10:00 a.m. (Hong Kong time) (the Dealing Deadline) on the relevant Dealing Day (which is generally every Business Day i.e. generally any day (except Saturday) when banks in Hong Kong are open for normal banking business or such other day or days as the Manager and the Trustee may agree from time to time).
- Investors should note that Authorised Distributor(s) may impose different dealing deadlines for receiving instructions for subscriptions, redemptions or switching. Investors should pay attention to the arrangements of the Authorised Distributor(s) concerned.
- The net asset value of this Sub-Fund is calculated at the close of business in the last relevant market to close on each Dealing Day, and the price of Units will be available online at [www.bocomgroup.com](http://www.bocomgroup.com)\*.
- Please refer to <http://www.bocomgroup.com/en/asset-management/am-latest-fund-price.html>\* for performance information of all classes.
- The offering document, any circulars, notices and announcements issued in relation to the Sub-Fund, and the latest financial reports of BOCOM International Fund (when issued) are available at [www.bocomgroup.com](http://www.bocomgroup.com)\*.

\* Please note that the websites have not been reviewed by the SFC and may contain information on funds which are not authorized by the SFC.

### **Important**

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

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

SFC authorization is not a recommendation or endorsement of a scheme nor does it guarantee the commercial merits of a scheme or its performance. It does not mean the scheme is suitable for all investors nor is it an endorsement of its suitability for any particular investor or class of investors.