

**The notice contains important information that requires your immediate attention.
Should you have any query about this notice, please seek independent professional advice.**

January 23, 2020

To Policyowners of Manulife Investment Plus (“MI Plus”) / Manulife Investment Solutions (“MISo”) / Alpha / Alpha Regular Investor (“ARI”) / Matrix (each a “Plan” and collectively, the “Plans”)

Various Changes of the Underlying Funds

We would like to notify you of the following changes with regard to the following underlying funds (each an “Underlying Fund” and collectively, the “Underlying Funds”) corresponding to the following investment choices under the Plans, following our receipt of the respective notices of the Underlying Funds.

Name of Plan	Name of Investment Choice	Name of Underlying Fund		Share Class of Underlying Fund
MI Plus and MISo	Manulife Inv Schroder Emerging Multi-Asset Income Fund (dist)	Schroder International Selection Fund – Emerging Multi-Asset Income	collectively, the “Schroder Underlying Funds”	Class A1 USD Dis MF
Alpha, ARI and Matrix	MIL Schroder Emerging Multi-Asset Income Fund			Class A1 USD Acc
MI Plus and MISo	Manulife Inv Schroder Global Multi-Asset Income Fund	Schroder International Selection Fund – Global Multi-Asset Income		Class A1 Acc
Alpha, ARI and Matrix	MIL Schroder Global Multi-Asset Income Fund			
MI Plus and MISo	Manulife Inv UBS Euro High Yield Bond Fund	UBS (Lux) Bond Fund - Euro High Yield (EUR)	collectively, the “UBS Underlying Funds”	Class (USD hedged) P-acc
Alpha, ARI and Matrix	MIL UBS Euro High Yield Bond Fund			
MI Plus and MISo	Manulife Inv UBS Asian Consumption Fund	UBS (Lux) Equity Fund – Asian Consumption (USD)		Class P-acc
Alpha, ARI and Matrix	MIL UBS Asian Consumption Fund			
MI Plus and MISo	Manulife Inv UBS China Opportunity Fund	UBS (Lux) Equity Fund – China Opportunity (USD)	Class P-acc	
Alpha, ARI and Matrix	MIL UBS China Opportunity Fund			

1. Exposure to Asset Backed Securities (ABS) and Mortgage Backed Securities (MBS) of the Schroder Underlying Funds

According to the shareholder notice from Schroder International Selection Fund (the Schroder Underlying Funds being sub-funds of which) dated January 3, 2020, the board of directors of Schroder International Selection Fund (the “Board”) has decided to change the investment policy of the Schroder Underlying Funds with effect from February 19, 2020.

With effect from February 19, 2020, the investment policy of each of the Schroder Underlying Funds will change to increase the amount that they can invest in ABS and MBS to up to 20% of their assets. The Board believes this change can improve the overall risk and return characteristics of the Schroder Underlying Funds by offering protection against rising interest rates and diversifying the holdings from traditional credit.

All other key features of the Schroder Underlying Funds and their risk profiles will remain the same. There will be no change in the Schroder Underlying Funds’ investment style or their investment philosophy following this change.

Any expenses incurred directly as a result of making this change will be borne by Schroder Investment Management (Europe) S.A., the management company of Schroder International Selection Fund.

2. Changes of the UBS Underlying Funds

According to the respective unitholder notices from UBS (Lux) Bond Fund (UBS (Lux) Bond Fund - Euro High Yield (EUR) being a sub-fund of which) and UBS (Lux) Equity Fund (UBS (Lux) Equity Fund – Asian Consumption (USD) and UBS (Lux) Equity Fund – China Opportunity (USD) being sub-funds of which) both dated December 31, 2019, the following changes will be made to the UBS Underlying Funds.

a) *Amendments to reflect requirements under the revised Code on Unit Trusts and Mutual Funds (the “Code”)*

UBS (Lux) Bond Fund, UBS (Lux) Equity Fund and the UBS Underlying Funds are subject to the applicable requirements under the Code issued by the Securities and Futures Commission in Hong Kong (“SFC”). The Code has been revised.

The following key changes are made to the Information for Hong Kong Investors (“IHKI”) and Product Key Facts Statements (“KFS”) of the UBS Underlying Funds to reflect applicable requirements under the revised Code, with effect from December 31, 2019:

Enhancement of disclosures on net derivative exposure

The IHKI and the KFS of the UBS Underlying Funds have been amended to include disclosures on the expected maximum net derivative exposure arising from derivative investments. The net derivative exposure of each UBS Underlying Fund may be up to 50% of its net asset value. The net derivative exposure of each UBS Underlying Fund is calculated in accordance with the requirements and supplementary guidance and/or guidelines issued by the SFC from time to time.

Other amendments

Other amendments and enhancement of disclosures to reflect the requirements of the revised Code including the following:

- (i) amendments to reflect the requirements under the revised Code on transactions with connected persons and soft dollars arrangements;
- (ii) clarificatory updates to reflect that the management company of the UBS Underlying Funds (the “**Management Company**”) shall consult the depository of the UBS Underlying Funds (the “**Depository**”) and have regard to the best interests of unitholders of the UBS Underlying Funds (the “**Unitholders**”) when deciding to temporarily suspend the calculation of net asset value and hence the issue, redemption and conversion of units for one or more of the UBS Underlying Funds;
- (iii) amendments / insertion of disclosure to reflect that pricing adjustment will be conducted in good faith, taking into account the best interest of Unitholders, and in accordance with the policies and procedures established by the Management Company and in consultation with the Depository;
- (iv) insertion of risk disclosure in relation to custodial risk; and
- (v) other miscellaneous and enhancements of disclosure.

b) *Enhancement of disclosures in relation to instruments with loss-absorption features*

To comply with the SFC’s latest disclosure requirements:

- (i) UBS (Lux) Bond Fund - Euro High Yield (EUR) -
the investment strategies as disclosed in the IHKI and the KFS have been enhanced to reflect the flexibility that UBS (Lux) Bond Fund - Euro High Yield (EUR) may invest up to 50% of its total net asset value in instruments with loss-absorption features including contingent convertible debt securities, non-preferred senior debt instruments and senior or subordinated debt instruments.
- (ii) UBS (Lux) Equity Fund – Asian Consumption (USD) and UBS (Lux) Equity Fund – China Opportunity (USD) -
the disclosures in the IHKI have been enhanced to reflect the flexibility that each of UBS (Lux) Equity Fund – Asian Consumption (USD) and UBS (Lux) Equity Fund – China Opportunity (USD) may invest less than 30% of its total net asset value in instruments with loss-absorption features including contingent convertible debt securities.

For the avoidance of doubt, there is no actual change to the UBS Underlying Funds’ investment strategies in practice.

The changes will not result in any material change to the investment objective and risk profile of each of the UBS Underlying Funds. There will be no increase in the fees payable out of the assets of the UBS Underlying Funds as a result of the changes. The changes will also not result in a change in the manner in which the UBS (Lux) Bond Fund, UBS (Lux) Equity Fund and the UBS Underlying Funds currently operate or are being managed save as disclosed above.

Please refer to the respective notices and latest offering documents of the Underlying Funds for further information relating to the above and other changes.



If you have any enquiry, please do not hesitate to contact your Manulife Insurance Advisor or call our Customer Service Hotline at (852) 2108 1110 (in relation to MI Plus and MISo), (852) 2510 3941 (in relation to ARI, Alpha and Matrix) or (853) 8398 0383 in Macau during office hours: 9:00am - 6:00pm, Monday to Friday.

Customer Services

Individual Financial Products

Manulife (International) Limited

Incorporated in Bermuda with limited liability