

This announcement is important and requires your immediate attention. If you are in any doubt about the content of this announcement, you should consult your bank manager, legal adviser, accountant or other independent financial adviser. Bank of China Investment Management Co., Ltd. accepts full responsibility for the accuracy of the information contained in this announcement at the date of publication, and confirms, having made all reasonable enquires, that to the best of its knowledge and belief there are no other facts the omission of which would make any statement in these documents misleading.

## **Notice on Revisions of the Fund Contract and the Custody Agreement of BOC Income Mixed Securities Investment Fund**

According to the Provisions on Liquidity Risk Management of Publicly-raised Open-end Securities Investment Funds (hereinafter referred to as the Provisions) issued by the CSRC on August 31<sup>th</sup>, 2017, as regards an Open-end Fund that has been established, if its original fund contract is not in compliance with the Provisions, the fund manager concerned shall revise the fund contract within six months from the effective date of the Provisions.

Bank of China Investment Management Co., Ltd decided to revise the related terms of the Fund Contract and the Custody Agreement of the BOC Income Mixed Securities Investment Fund (the “Fund”) according to the Provisions after consulting the Fund Custodian Industrial and Commercial Bank of China and completing the regulatory filing procedures.

The above revisions will be made accordingly to the Prospectus in the next update.

The above revisions were made due to the changes of laws and regulations with the legal procedures completed and the laws and the regulations and the provisions of the Fund Contract complied with. The above revisions have no substantial impact on the interests of the unitholders of the Fund. The above revisions will come into effect

on the date of this notice, with the exception that the effective date of the adjustment of the Redemption Fee Rate, namely a Redemption Fee of 1.5% shall be charged from the unitholder of Class A Fund Units with a consecutive holding period of less than 7 days, will come into effect on March 31<sup>th</sup>, 2018.

This notice is hereby given.

Attachment 1: Summary of Revisions of the Fund Contract of the BOC Income Mixed Securities Investment Fund

Attachment 2: Summary of Revisions of the Custody Agreement of the BOC Income Mixed Securities Investment Fund

Bank of China Investment Management Co., Ltd

March 26<sup>th</sup>, 2018

If you have any questions with regard to the contents of this announcement, please do not hesitate to contact your bank or financial adviser or contact our Hong Kong Representative “BOCHK Asset Management Limited” at 5/F, Bank of China Building, 2A Des Voeux Road Central, Hong Kong.

Attachment 1: Summary of Revisions of the Fund Contract of the BOC Income Mixed Securities Investment Fund

SECTION	ORIGINAL	REVISED
<p><b>SECTION I. Preface and Definition</b></p>	<p><b>Preface</b></p> <p>For protecting the legitimate rights and interests of fund investors, clarifying the rights and obligations of the parties to the Fund Contract and standardizing the operation of the BOC Sustainable Growth Mixed Securities Investment Fund&gt;(*The name of the fund is not indicative of the fund's performance and return.), the fund contract of the BOC Income Mixed Securities Investment Fund (hereinafter referred to as the "Contract" or the "Fund Contract") were concluded based on the principle of equality and voluntariness, good faith and protection of the lawful rights and interests of fund investors and related parties, pursuant to the Law of the People's Republic of China on Securities Investment Funds (hereinafter referred to as the "Funds Law"), the Administrative Measures on the Operations of Securities Investment Funds (hereinafter referred to as the "Operations Measures"), the</p>	<p><b>Preface</b></p> <p>For protecting the legitimate rights and interests of fund investors, clarifying the rights and obligations of the parties to the Fund Contract and standardizing the operation of the BOC Sustainable Growth Mixed Securities Investment Fund&gt;(*The name of the fund is not indicative of the fund's performance and return.), the fund contract of the BOC Income Mixed Securities Investment Fund (hereinafter referred to as the "Fund Contract") were concluded based on the principle of equality and voluntariness, good faith and protection of the lawful rights and interests of fund investors and related parties, pursuant to the Law of the People's Republic of China on Securities Investment Funds (hereinafter referred to as the "Funds Law"), the Administrative Measures on the Operations of Securities Investment Funds (hereinafter referred to as the "Operations Measures"), the Administrative Measures on</p>

	Administrative Measures on Sales of Public Offering Securities Investment Funds (hereinafter referred to as the "Sales Measures"), the Administrative Measures on Information Disclosure of Securities Investment Funds (hereinafter referred to as the "Information Disclosure Measures") and other relevant regulations.	Sales of Public Offering Securities Investment Funds (hereinafter referred to as the "Sales Measures"), the Administrative Measures on Information Disclosure of Securities Investment Funds (hereinafter referred to as the "Information Disclosure Measures"), <u>the Provisions on Liquidity Risk Management of Publicly-raised Open-end Securities Investment Funds (hereinafter referred to as the " Liquidity Risk Management Provisions")</u> and other relevant regulations.
<b>SECTION I. Preface and Definition</b>	<b>Preface</b>	<b>Preface</b>  Added:  <u>It is not allowed that the units held by a single unitholder reach or exceed 50% of the total units of the Fund, with the exception that an investor's unit amount passively reached 50% caused by the redemption of the fund unit and etc. during the operation of the Fund.</u>
<b>SECTION I. Preface and Definition</b>	<b>Definition</b>	<b>Definition</b>  Added:

		<p><u>Liquidity Risk Management Provisions</u> means the Provisions on</p> <p><u>Liquidity Risk Management of Publicly-raised Open-end</u></p> <p><u>Securities Investment Funds</u></p> <p>.....</p> <p><u>Swing Pricing Mechanism</u> means that when an Open-end Fund</p> <p><u>encounters a huge-amount subscription or redemption application,</u></p> <p><u>the market impact cost of the adjustment of its investment</u></p> <p><u>portfolios by the said fund is allocated to investors who actually</u></p> <p><u>perform subscription or redemption by adjusting the fund unit net</u></p> <p><u>value, thereby reducing the adverse impact on the interests of</u></p> <p><u>existing fund unitholders and ensuring that the legitimate rights</u></p> <p><u>and interests of investors are not prejudiced and that investors are</u></p> <p><u>treated fairly</u></p> <p>.....</p> <p><u>Assets with Restricted Liquidity</u> means assets that cannot be</p> <p><u>realized at reasonable prices due to reasons such as laws and</u></p> <p><u>regulations, regulation, contracts or operational obstacles,</u></p>
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Section V. Subscription and Redemption of Fund Units	III. Principles of Subscription and Redemption	<b>III. Principles of Subscription and Redemption</b> Added: <u>6. Where the Fund experiences huge-amount subscription or redemption, the Fund Manager may use a swing pricing mechanism through proper procedures to ensure the fairness of valuation of the Fund. Specific principle of management and operation rules shall follow relevant laws and regulations, regulatory requirements and self-regulating rules.</u>
Section V. Subscription and Redemption of	V. Limitation on Subscription Amount and Redemption Amount	<b>V. Limitation on Subscription Amount and Redemption Amount</b>

<b>Fund Units</b>		<p>Added:</p> <p><u>4. When accepting some subscriptions will constitute potential material adverse impact on existing fund unitholders, the Fund Manager shall take measures to set highest limitations on subscription amount of a single investor or net subscription proportion in a single day, reject huge-amount subscription, temporarily suspend subscription or etc. to indeed protect the legal rights and interests of existing fund unitholders. Please refer to the relevant regulations for details.</u></p>
<b>Section V. Subscription and Redemption of Fund Units</b>	<p><b>VI. Subscription Fee Rate and Redemption Fee Rate</b></p> <p>3. The subscription fee rate of the Fund shall not exceed 5% of the subscription amount, and the redemption fee rate shall not exceed 5% of redemption amount.</p>	<p><b>VI. Subscription Fee Rate and Redemption Fee Rate</b></p> <p>3. The subscription fee rate of the Fund shall not exceed 5% of the subscription amount, and the redemption fee rate shall not exceed 5% of redemption amount. <u>The unitholder of Class A Fund Units with a consecutive holding period of less than 7 days shall be charged a redemption fee of 1.5% which shall be included into the fund assets in full amount.</u></p> <p>Added:</p>

		<p><u>7. Where the Fund experiences huge-amount subscription or redemption, the Fund Manager may use a swing pricing mechanism through proper procedures to ensure the fairness of valuation of the Fund. Specific principle of management and operation rules shall follow relevant laws and regulations, regulatory requirements and self-regulating rules.</u></p>
<p><b>Section V. Subscription and Redemption of Fund Units</b></p>	<p><b>IX. Circumstances of Rejection or Suspension of Subscription and Handling Methods</b></p> <p>.....</p>	<p><b>IX. Circumstance of Rejection or Suspension of Subscription and Handling Methods</b></p> <p>Added:</p> <p><u>(2) Where the assets that account for 50% or more of the NAV of the Fund fall under the circumstance where they have no active market price as reference and the use of valuation techniques still leads to significant uncertainty in their fair value, the Fund Manager shall, after consultation with and confirmation by the Fund Custodian, temporarily suspend the acceptance of subscription applications of investors.</u></p> <p>.....</p>



	<p>In the event of the above circumstances where a Subscription is rejected and the Fund Manager decides to reject Subscription, the Subscription amount shall be refunded to the Investor's account <del>in full</del>.</p> <p>When one of the above circumstances in (1) through (6) occurs and the Fund Manager decides to temporarily suspend Subscriptions, the Fund Manager shall publish the announcement for temporarily</p>	<p><u>(8) Where the Fund Manager's acceptance of one or some subscription applications may lead to the units held by one single unitholder reach or exceed 50% of the total units of the fund, or disguised circumvention of such 50% concentration ratio requirement.</u></p> <p><u>(9) Where the subscription application amount exceeds the highest amount of the total units of the fund, the net subscription portion, the subscription amount for a single person in one day or for one subscription;</u></p> <p>.....</p> <p>In the event of the above circumstances where a Subscription is rejected and the Fund Manager decides to reject Subscription, the Subscription amount shall be refunded to the Investor's account <u>correspondingly</u>.</p> <p>When one of the above circumstances in (1) through (7) occurs and the Fund Manager decides to temporarily suspend Subscriptions, the Fund Manager shall publish the announcement</p>
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	suspending Subscription on the Designated Newspapers and Websites.	for temporarily suspending Subscription on the Designated Newspapers and Websites.
<b>Section V. Subscription and Redemption of Fund Units</b>	<p><b>X. Circumstances of Suspension of Redemption or Deferment of Redemption Amount Payment and Handling Methods</b></p> <p>The Fund Manager shall not reject or suspend accepting the unitholder's application for Redemption or defer payment of the Redemption amount, except for any of the following circumstances:</p> <p>.....</p>	<p><b>X. Circumstances of Suspension of Redemption or Deferment of Redemption Amount Payment and Handling Methods</b></p> <p>The Fund Manager shall not reject or suspend accepting the unitholder's application for Redemption or defer payment of the Redemption amount, except for any of the following circumstances:</p> <p>Added:</p> <p><u>(2) Where the assets that account for 50% or more of the NAV of the Fund fall under the circumstance where they have no active market price as reference and the use of valuation techniques still leads to significant uncertainty in their fair value, the Fund Manager shall, after consultation with and confirmation by Fund Custodian, temporarily suspend accepting the unitholder's application for Redemption or defer payment of the Redemption amount.</u></p>

	<p>If the circumstance described in the above item (3) also takes place, the payment of the Redemption amount can be deferred for the accepted Redemption applications for a maximum period of 20 Working Days after the normal payment day, and the relevant information shall be announced in the Designated Newspapers and Websites. The Investors may choose in advance to withdraw the portion of the Redemption application that is not accepted on the same day.</p>	<p>.....</p> <p>If the circumstance described in the above item (4) also takes place, the payment of the Redemption amount can be deferred for the accepted Redemption applications for a maximum period of 20 Working Days after the normal payment day, and the relevant information shall be announced in the Designated Newspapers and Websites. The Investors may choose in advance to withdraw the portion of the Redemption application that is not accepted on the same day.</p>
<p><b>Section V. Subscription and Redemption of Fund Units</b></p>	<p><b>XI. Determination and Treatment of Massive Redemption</b></p> <p>2. Treatment of Massive Redemption</p> <p>.....</p>	<p><b>XI. Determination and Treatment of Massive Redemption</b></p> <p>2. Treatment of Massive Redemption</p> <p>Added:</p> <p><u>(3) In case of a Massive Redemption and the redemption applications of one unitholder of the Class A Unit exceed 10% of the total unit of the Fund on the previous Open Day, when the Fund Manager believes there are difficulties with payment for the redemption applications of the said investor, or believes that the</u></p>

		<p> <u>payment for the redemption applications of the said investors may</u>  <u>cause drastic fluctuations to the NAV of the Fund, the Fund</u>  <u>Manager may suspend the acceptance of the part over 10% of the</u>  <u>redemption applications of the said unitholder of the Class A Unit.</u>  <u>The investor may choose to defer the unaccepted portion of the</u>  <u>redemption applications to the next Open Day or withdraw the</u>  <u>portion at the time of submitting an application for redemption,</u>  <u>with reference to the above treatment (2) for specific rules. The</u>  <u>deferred portion of the redemption application, with no priority for</u>  <u>redemption, shall be treated the same as the redemption</u>  <u>applications on the next Open Day and the corresponding</u>  <u>redemption amount shall be calculated on the NAV per unit of the</u>  <u>next Open Day. The same applies to any further deferral of</u>  <u>redemption applications until all the applications are satisfied. The</u>  <u>portion of the redemption applications within 10% (10% included)</u>  <u>of the said unitholder of the Class A Unit, together with the</u>  <u>redemption application of other investors apply to the rules</u> </p>
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		<u>specified in the above treatments (1) and/or (2), and please refer to relevant notice for details.</u>
<b>SECTION VI. Parties of the Fund Contract and Rights and Obligations</b>	<b>I. The Fund Manager</b> (I) Summary of the Fund Manager Legal Representative: <del>BAI Zhizhong</del>	<b>I. The Fund Manager</b> (I) Summary of the Fund Manager Legal Representative: <u>ZHANG Yan</u>
<b>SECTION VI. Parties of the Fund Contract and Rights and Obligations</b>	<b>II. The Fund Custodian</b> (I) Summary of the Fund Custodian Legal Representative: <del>JIANG Jianqing</del> Registered Capital: <del>286,509,130,026 RMB</del>	<b>II. The Fund Custodian</b> (I) Summary of the Fund Custodian Legal Representative: <u>YI Huiman</u> Registered Capital: <u>356,406.2571 million RMB</u>
<b>SECTION XI. Fund Investment</b>	<b>II. Investment Scope</b> The Fund primarily invests in stocks of quality Mainland companies with stable and good ability for dividend payout, in government bonds, corporate bonds and convertible bonds of good liquidity and fixed income, and other fixed income products. Investment in such stocks and fixed income products shall not be less than 80% of the Fund's non-cash assets. The investment	<b>II. Investment Scope</b> The Fund primarily invests in stocks of quality Mainland companies with stable and good ability for dividend payout, in government bonds, corporate bonds and convertible bonds of good liquidity and fixed income, and other fixed income products. Investment in such stocks and fixed income products shall not be less than 80% of the Fund's non-cash assets. The investment

	<p>portfolio has the following allocation:</p> <p>Equity securities: 30-90% of the Fund's net assets</p> <p>Debt securities: 0-65% of the Fund's net assets</p> <p>Not less than 5% of the Fund's net assets in cash or government bonds of less than 1-year maturity.</p>	<p>portfolio has the following allocation:</p> <p>Equity securities: 30-90% of the Fund's net assets</p> <p>Debt securities: 0-65% of the Fund's net assets</p> <p>Not less than 5% of the Fund's net assets in cash <u>(excludes the settlement reserves, the guaranteed deposits paid or the receivable subscription amounts)</u> or government bonds of less than 1-year maturity.</p>
<p><b>SECTION XI. Fund Investment</b></p>	<p><b>XI. Investment Restrictions</b></p> <p>(II) Restrictions on Investment Portfolios</p>	<p><b>XI. Investment Restrictions</b></p> <p>(II) Restrictions on Investment Portfolios</p> <p>Added:</p> <p><u>6. The shares of a single listed company as held by all the Open-end Funds (including regular open-end funds in their open period) managed by the Fund Manager shall not exceed 15% of the outstanding shares of the listed company. The shares of a single listed company as held by all the investment portfolios managed by the Fund Manager shall not exceed 30% of the outstanding shares of the listed company.</u></p>

	<p>.....</p> <p>If the Fund's investment portfolio fails to comply with any of the above ratios due to factors not attributable to the Fund Manager</p>	<p><u>7. The total market value of the assets with restricted liquidity as are actively invested by the Fund shall not exceed 15% of the NAV of the fund. Where the Fund Manager fails to comply with the aforesaid restriction on percentages due to securities market volatility, trading suspension of the stocks of a listed company, changes in fund size or other factors not attributable to the Fund Manager, the Fund Manager is not allowed to proactively increase investment in assets with restricted liquidity;</u></p> <p><u>8. As regards reverse repurchase transactions where the counterparties are privately-raised securities or asset management products or other parties identified by the CSRC, the requirements on the qualifications of acceptable collaterals to be pledged shall be consistent with the scope of investment agreed under the Fund Contract.</u></p> <p>.....</p> <p>If the Fund's investment portfolio fails to comply with any of the above ratios, <u>with the exception of above item 7 and 8,</u> due to</p>
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	<p>such as securities market fluctuation, merger of listed companies and changes in the Fund's scale, the investment portfolio shall not be subject to the above-mentioned restrictions. But the Fund Manager shall make necessary adjustments within 10 trading days to meet such requirements. If laws and regulations provide otherwise, such provisions shall be followed.</p>	<p>factors not attributable to the Fund Manager such as securities market fluctuation, merger of listed companies and changes in the Fund's scale, the investment portfolio shall not be subject to the above-mentioned restrictions. But the Fund Manager shall make necessary adjustments within 10 trading days to meet such requirements. If laws and regulations provide otherwise, such provisions shall be followed.</p>
<p><b>SECTION XIII.</b></p> <p><b>Valuation of the Fund Assets</b></p>	<p><b>V. Valuation Method</b></p> <p>The Fund shall be valued by the following methods:</p>	<p><b>V. Valuation Method</b></p> <p>The Fund shall be valued by the following methods:</p> <p>Added:</p> <p><u>6. Where the Fund experiences huge-amount subscription or redemption, the Fund Manager may use a swing pricing mechanism through proper procedures to ensure the fairness of valuation of the Fund.</u></p>
<p><b>SECTION XIII.</b></p> <p><b>Valuation of the Fund Assets</b></p>	<p><b>VII. Circumstances of Suspension of Valuation</b></p>	<p><b>VII. Circumstances of Suspension of Valuation</b></p> <p>Added:</p> <p><u>3. Where the assets that account for 50% or more of the NAV of</u></p>



		<p><u>the Fund fall under the circumstance where they have no active market price as reference and the use of valuation techniques still leads to significant uncertainty in their fair value, the Fund Manager shall, after consultation with and confirmation by Fund Custodian, suspend valuation.</u></p>
<p><b>SECTION XIII.</b></p> <p><b>Valuation of the Fund Assets</b></p>	<p><b>VIII. Handling of Special Circumstances</b></p> <p>1. Where the Fund Manager carries out valuation in accordance with No. 6 in the valuation method, the valuation error shall not be regarded as a valuation mistake with respect to the Fund assets.</p>	<p><b>VIII. Handling of Special Circumstances</b></p> <p>1. Where the Fund Manager carries out valuation in accordance with No. 7 in the valuation method, the valuation error shall not be regarded as a valuation mistake with respect to the Fund assets.</p>
<p><b>SECTION XVII.</b></p> <p><b>Information Disclosure of the Fund</b></p>	<p><b>V. Fund Information Subject to Public Disclosure</b></p> <p>(VI) Periodic reports of the Fund include the annual reports, semi-annual reports and quarterly reports.</p>	<p><b>V. Fund Information Subject to Public Disclosure</b></p> <p>(VI) Periodic reports of the Fund include the annual reports, semi-annual reports and quarterly reports.</p> <p>Added:</p> <p><u>If the fund units held by a single investor during the reporting period exceed 20% of the total units of the fund, the Fund Manager shall at least disclose the type of the investor, the fund units amount held by the investor as at the end of the reporting period</u></p>

		<p><u>and the percentage thereof to total fund units, changes in the investor's fund unit holding during the reporting period and the risks unique to the Fund under the item of "other important information affecting investors' decision-making" in the periodic report of the Fund.</u></p> <p><u>During the ongoing operations of the Fund, the Fund Manager shall disclose situations of fund portfolio assets, the liquidity risk analysis of portfolio assets, etc. in the annual reports and semi-annual reports of the Fund.</u></p>
<p><b>SECTION XVII.</b></p> <p><b>Information Disclosure of the Fund</b></p>	<p><b>V. Fund Information Subject to Public Disclosure</b></p> <p>(VII) Interim Reports</p>	<p><b>V. Fund Information Subject to Public Disclosure</b></p> <p>(VII) Interim Reports</p> <p>Added:</p> <p><u>26. When adjustments of the rules on subscription or redemption of the fund were made or a material event that have potential impact on the redemption of investors occurred;</u></p> <p><u>27. When the Fund Manager used the swing price mechanism in valuation;</u></p>

<p><b>SECTION XVII.</b></p> <p><b>Information Disclosure</b></p> <p><b>of the Fund</b></p>		<p>Added:</p> <p><b><u>VIII. Circumstances of Suspension of Deferment of</u></b></p> <p><b><u>Information Disclosure</u></b></p> <p><u>1. When the securities exchange market relevant to the fund investment suspend its business on national holiday;</u></p> <p><u>2. When the Fund Manager and the Fund Custodian could not value the fund asset due to force majeure or other circumstances;</u></p> <p><u>3. When a considerable proportion of investment items of the Fund encounter substantial changes, to protect the interests of the unitholders, the Fund Manager decided to defer the valuation;</u></p> <p><u>4. Any circumstances that the Fund Manager considered may cause emergencies that the fund asset could not be sold or valued;</u></p> <p><u>5. When the assets that account for 50% or more of the NAV of the Fund fall under the circumstance where they have no active market price as reference and the use of valuation techniques still leads to significant uncertainty in their fair value, the Fund Manager, after consultation with the Fund Custodian, decided to suspend the</u></p>
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		<u>valuation;</u> <u>6. Other circumstances regulated by laws and regulations, CSRC</u> <u>or the Fund Contract.</u>
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Attachment 2: Summary of Revisions of the Custody Agreement of the BOC Income Mixed Securities Investment Fund

CHAPTER	ORIGINAL	REVISED
<b>I. Parties to the Custody Agreement</b>	<p>(I) The Fund Manager</p> <p>Legal Representative: <del>BAI Zhizhong</del></p> <p>.....</p> <p>Scope of Business: <del>I. Fund management business; II. Launching and setting up the Fund; III. Subject to approval by the CSRC (if such approval is required), engaging in other businesses approved by Chinese laws and agreed by shareholders at the shareholders' meeting.</del></p> <p>.....</p> <p>Contact Person: <del>FAN Liping</del></p>	<p>(I) The Fund Manager</p> <p>Legal Representative: <u>Zhang Yan</u></p> <p>.....</p> <p>Scope of Business: <u>Raising funds, selling funds, asset management and other businesses approved by CSRC. [Any project that needs to be approved by law can only be carried out after getting approval by relevant authorities.]</u></p> <p>.....</p> <p>Contact Person: <u>GAO Shuangqiu</u></p>
<b>I. Parties to the Custody Agreement</b>	<p>(I) The Fund Custodian</p> <p>Legal Representative: <del>JIANG Jianqiang</del></p> <p>Registered Capital: <del>286,509,130,026 RMB</del></p>	<p>(I) The Fund Custodian</p> <p>Legal Representative: <u>YI Huiman</u></p> <p>Registered Capital: <u>356,406.2571 million RMB</u></p>
<b>II. The Basis, Purpose and Principle of the</b>	<p>The Agreement were concluded pursuant to the Law on Securities Investment Funds (hereinafter referred to as the "Funds Law"), the</p>	<p>The Agreement were concluded pursuant to the Law on Securities Investment Funds (hereinafter referred to as the "Funds Law"), the</p>

<b>Custody Agreement</b>	Administrative Measures on the Operations of Securities Investment Funds (hereinafter referred to as the "Operations Measures"), the Administrative Measures on Information Disclosure of Securities Investment Funds (hereinafter referred to as the "Information Disclosure Measures"), the Fund Contract of BOC Income Mixed Securities Investment Fund (hereinafter referred to as the "Fund Contract") and other relevant regulations.	Administrative Measures on the Operations of Securities Investment Funds (hereinafter referred to as the "Operations Measures"), the Administrative Measures on Information Disclosure of Securities Investment Funds (hereinafter referred to as the "Information Disclosure Measures") , <u>the Provisions on Liquidity Risk Management of Publicly-raised Open-end Securities Investment Funds</u> , the Fund Contract of BOC Income Mixed Securities Investment Fund (hereinafter referred to as the "Fund Contract") and other relevant regulations.
<b>III. Supervision and Verification of the Fund Manager's Operation by the Fund Custodian</b>	<p>(I) Exercise of the supervision right for the Fund Manager's Operation by the Fund Custodian</p> <p>2.The Fund Custodian shall supervise the proportion of the following investment and financing of the Fund in accordance with the provisions of relevant laws and regulations and the Fund Contract:</p> <p>(1) As specified by laws, regulations and the Fund Contract, the percentages of investment assets allocation of the Fund are:</p>	<p>(I) Exercise of the supervision right for the Fund Manager's Operation by the Fund Custodian</p> <p>2.The Fund Custodian shall supervise the proportion of the following investment and financing of the Fund in accordance with the provisions of relevant laws and regulations and the Fund Contract:</p> <p>(1) As specified by laws, regulations and the Fund Contract, the percentages of investment assets allocation of the Fund are:</p>

	<p>The percentage of stock assets investment is 30-90%, the securities assets percentage is 0-65% and the minimum percentage of cash or government bond assets with maturity date under one year shall be not less than 5%.</p> <p>.....</p> <p>(2) As specified by laws, regulations and the Fund Contract, the investment portfolio of the Fund is subject to the following investment restrictions:</p>	<p>The percentage of stock assets investment is 30-90%, the securities assets percentage is 0-65% and the minimum percentage of cash <u>(excludes the settlement reserves, the guaranteed deposits paid or the receivable subscription amounts)</u> or government bond assets with maturity date under one year shall be not less than 5%.</p> <p>.....</p> <p>(2) As specified by laws, regulations and the Fund Contract, the investment portfolio of the Fund is subject to the following investment restrictions:</p> <p>Added:</p> <p><u>(7) The shares of a single listed company as held by all the Open-end Funds (including regular open-end funds in their open period) managed by the Fund Manager shall not exceed 15% of the outstanding shares of the listed company. The shares of a single listed company as held by all the investment portfolios managed by the Fund Manager shall not exceed 30% of the outstanding shares of the listed company.</u></p>
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	<p>.....</p> <p>(3) Fund investment percentage adjustment period permitted by law</p>	<p><u>(8) The total market value of the assets with restricted liquidity as are actively invested by the Fund shall not exceed 15% of the NAV of the fund. Where the Fund Manager fails to comply with the aforesaid restriction on percentages due to securities market volatility, trading suspension of the stocks of a listed company, changes in fund size or other factors not attributable to the Fund Manager, the Fund Manager is not allowed to proactively increase investment in assets with restricted liquidity;</u></p> <p><u>(9) As regards reverse repurchase transactions where the counterparties are privately-raised securities or asset management products or other parties identified by the CSRC, the requirements on the qualifications of acceptable collaterals to be pledged shall be consistent with the scope of investment agreed under the Fund Contract.</u></p> <p>.....</p> <p>(3) Fund investment percentage adjustment period permitted by law</p>
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	<p>If the investment portfolio does not comply with any of the above percentages as specified in the Fund Contract due to factors not attributable to the Fund Manager such as securities market fluctuation, merger of public companies and the change of the Fund' s scale, it shall be exempted from the restrictions, however the Fund Manager shall make necessary adjustments within 10 trading days to meet specified investment percentage restriction requirements. If laws and regulations provide otherwise, such provisions shall be followed.</p>	<p>If the investment portfolio does not comply with any of the above percentages as specified in the Fund Contract, <u>with the exception of the above item (8) and (9)</u>, due to factors not attributable to the Fund Manager such as securities market fluctuation, merger of public companies and the change of the Fund' s scale, it shall be exempted from the restrictions, however the Fund Manager shall make necessary adjustments within 10 trading days to meet specified investment percentage restriction requirements. If laws and regulations provide otherwise, such provisions shall be followed.</p>
<p><b>VIII. Calculation and Accounting of the NAV of the Fund</b></p>	<p>(II) Calculation and Review of the NAV of the Fund</p> <p>2. Valuation Methods</p> <p>The Fund shall be valued by the following methods:</p>	<p>(II) Calculation and Review of the NAV of the Fund</p> <p>2. Valuation Methods</p> <p>The Fund shall be valued by the following methods:</p> <p>Added:</p> <p><u>4. Where the Fund experiences huge-amount subscription or redemption, the Fund Manager may use a swing pricing mechanism through proper procedures to ensure the fairness of</u></p>

	<p>.....</p> <p>(8) In any case, any valuation methods stated in items (1) to (6) above used by the Fund Manager shall be considered as appropriate valuation methods. However, if there is a sufficient evidence proving that the above-mentioned valuation methods cannot objectively reflect its fair value, the Fund Manager may, based on actual situation and after consultation with the Fund Custodian, determine the value at a price which best reflects the fair value of the asset. For example, in the event of any special situation in the valuation of inter-bank bonds, the Fund Manager and the Fund Custodian shall conduct the valuation at the price determined to reflect the fair value by taking into overall account the cost price, yield curve and other factors.</p>	<p><u>valuation of the Fund.</u></p> <p>.....</p> <p>(8) In any case, any valuation methods stated in items (1) to (7) above used by the Fund Manager shall be considered as appropriate valuation methods. However, if there is a sufficient evidence proving that the above-mentioned valuation methods cannot objectively reflect its fair value, the Fund Manager may, based on actual situation and after consultation with the Fund Custodian, determine the value at a price which best reflects the fair value of the asset. For example, in the event of any special situation in the valuation of inter-bank bonds, the Fund Manager and the Fund Custodian shall conduct the valuation at the price determined to reflect the fair value by taking into overall account the cost price, yield curve and other factors.</p>
<b>X. Information Disclosure</b>	(II) Duties of The Fund Manager and The Fund Custodian in Information Disclosure and The Information Disclosure Procedure	(II) Duties of the Fund Manager and the Fund Custodian in Information Disclosure and the Information Disclosure Procedure

		<p>Added:</p> <p><u>If the fund units held by a single investor during the reporting period exceed 20% of the total units of the fund, the Fund Manager shall at least disclose the type of the investor, the fund units held by the investor as at the end of the reporting period and the percentage thereof to total fund units, changes in the investor's fund unit holding during the reporting period and the risks unique to the Fund under the item of "other important information affecting investors' decision-making" in the periodic report of the Fund.</u></p> <p><u>During the ongoing operations of the Fund, the Fund Manager shall disclose situations of fund portfolio assets, the liquidity risk analysis of portfolio assets, etc. in the annual reports and semi-annual reports of the Fund.</u></p>
<b>X. Information Disclosure</b>	(III) Circumstances of Suspension of Deferment of Information Disclosure	<p>(III) Circumstances of Suspension of Deferment of Information Disclosure</p> <p>Added:</p>

		<p><u>5. When the assets that account for 50% or more of the NAV of the Fund fall under the circumstance where they have no active market price as reference and the use of valuation techniques still leads to significant uncertainty in their fair value, the Fund Manager, after consultation with the Fund Custodian, decided to suspend the valuation:</u></p>
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