



MPFA's Principles for Developing Retirement Solutions

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Retirement Solutions under MPF system



Moving towards retirement solutions

A wide range of fund choices offered for members to construct their desired portfolios.



Explore possible retirement solutions to address members' needs

Members are not actively managing their MPF investments because:

- Too many investment choices
- Insufficient financial knowledge

Introduced DIS in 2017

Other solution to members, e.g. solution aims to:

- **beat inflation in HK**
- **distribution of regular income**



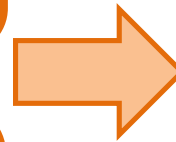
Gradually shifting needs

Contribution
Phase

- Increased market volatility
- Very low interest rate environment after the GFC
- Members look for more stable returns

Withdrawal
Phase

- More members entering the retirement phase
- Earn regular stream of income while managing longevity, inflation and investment risks



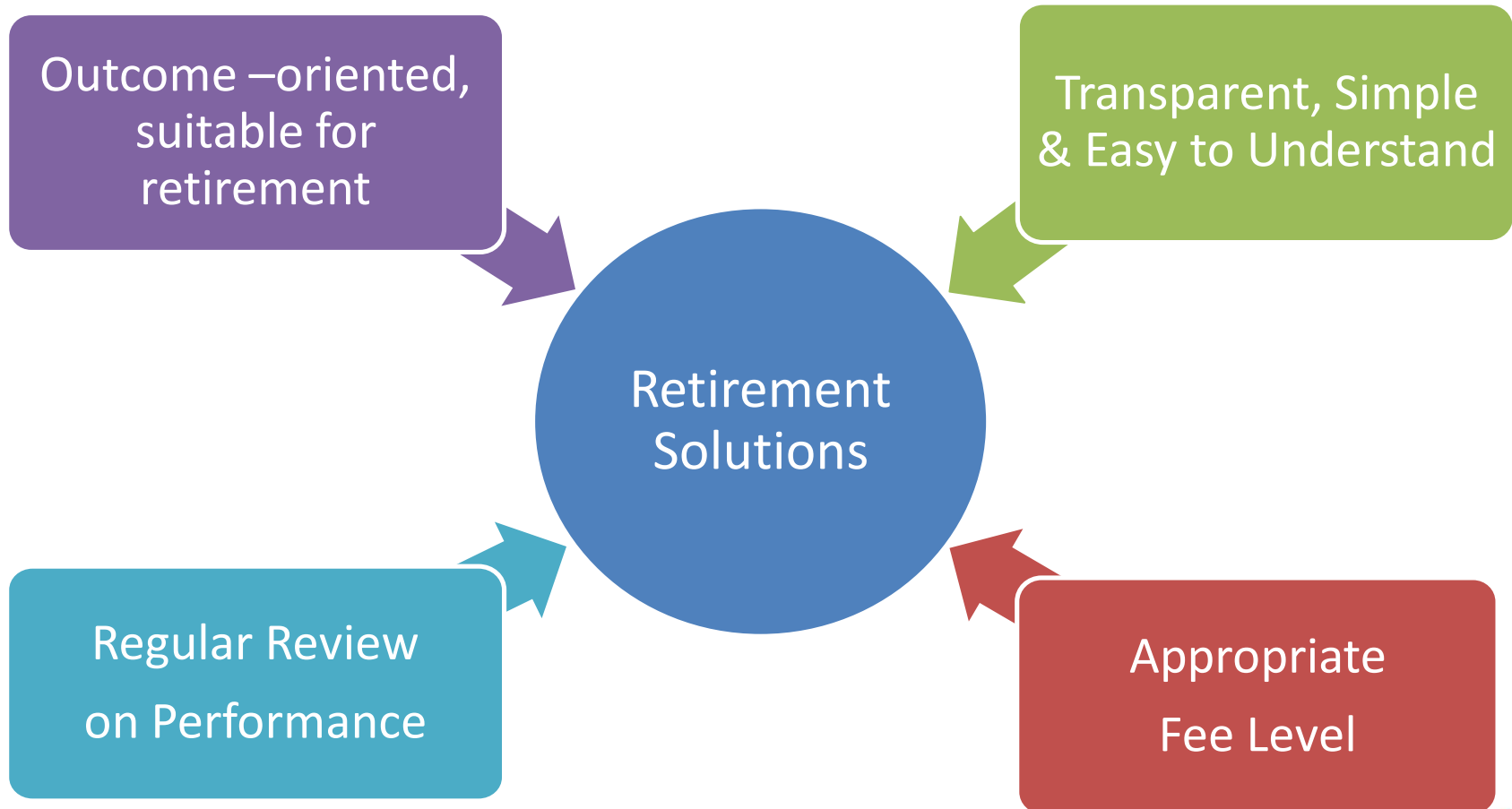
- Pursue the development of retirement solutions under MPF System



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Principles for Developing Retirement Solutions

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Investment Solutions Lab



Investment Solutions Lab

- MPF providers are encouraged to design retirement solutions under the Principles and submit proposals through the **Investment Solutions Lab**
- **Investment Solutions Lab** is a supervisory arrangement that facilitate MPF providers to expedite the launch of their initiatives
- MPF providers may submit proposals to the Authority and receive our feedback at an early stage of development



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One Final Message



Thank you