

Manulife Advanced Fund SPC (the "Company")
P.O. Box 309, Ugland House, Grand Cayman, KY1-1104, Cayman Islands

This document is important and requires your immediate attention. If in doubt, you should seek independent legal, financial or other professional advice. The Directors of the Company accept full responsibility for the accuracy of the information contained in this Notice and confirm, having made all reasonable enquiries, that to the best of their knowledge and belief there are no other facts the omission of which would make any statement misleading.

Words and phrases used in this Notice shall, unless otherwise provided, have the same meanings as ascribed to them in the Prospectus of the Company dated December 2012, as amended or supplemented from time to time (altogether the "Prospectus").

Notice to Shareholders

21 April 2017

Dear Shareholders,

1. Increase of fees payable to the Administrator as a result of the Change of Administrator and Principal Office of the Company

(1) Background and prior change of Registrar and Transfer Agent ("Registrar/Transfer Agent Change")

Prior to 20 March 2016, Citigroup Fund Services (Cayman), Ltd. ("**Citi Cayman**") acted as Administrator, Principal Office, Registrar and Transfer Agent of the Company in exchange for which it was entitled to an annual fee of US\$ 5,000 per Segregated Portfolio (namely for the provision of Administrator and Principal Office services). Investors should note that Citi Cayman, in its capacity as Registrar and Transfer Agent, was also separately entitled to related servicing and processing fees attributable to the relevant Segregated Portfolio of an immaterial amount.

In March 2016, Citi Cayman changed its name to SS&C Fund Services (Cayman) Ltd and from 21 March 2016 and as previously notified to Shareholders pursuant to the Eighth Supplement to the Prospectus dated November 2016, Citi Cayman divested the functions which it previously performed (as noted above) as follows:

- a. SS&C Fund Services (Cayman) Ltd. ("**SS&C**") (formerly known as Citi Cayman) continued to act as Administrator and provide the Principal Office, as noted above, and hence continued to be entitled to an annual fee of US\$ 5,000 per Segregated Portfolio in respect of such services; and
- b. Citibank Europe plc, Luxembourg Branch ("**Citi Luxembourg**") assumed the role of Registrar and Transfer Agent of the Company and was thus entitled to the aforesaid related servicing and processing fees attributable to the relevant Segregated Portfolio.

(2) Change of Administrator and Principal Office and Increase of Fees ("New Administrator Change")

With effect from 21 May 2017 (the "**Effective Date**") , SS&C's functions as Administrator and Principal Office provider of the Company will be transferred to

CIBC Bank and Trust Company (Cayman) Limited (“**CIBC**”). In exchange for provision of such services, CIBC will be entitled to an annual fee of 0.004% of the NAV of each Segregated Portfolio (subject to an annual minimum fee of US\$8,000 per Segregated Portfolio). There is no change to the status of Citi Luxembourg as the Registrar and Transfer Agent of the Company, its provision of these services or the remuneration to which it is entitled.

As a result of the New Administrator Change, the fee payable by each Segregated Portfolio to CIBC in its capacity as the Administrator and Principal Office provider will be increased as follows:

Prior to the Effective Date	From the Effective Date
Annual fee of US\$5,000 per Segregated Portfolio (payable to SS&C)	Annual fee of 0.004% of the NAV of each Segregated Portfolio (subject to an annual minimum fee of US\$8,000 per Segregated Portfolio) (payable to CIBC)

Accordingly, the disclosure in the Prospectus and the product key fact statements shall be updated accordingly to reflect the above. For the avoidance of doubt, investors should note that the disclosure in the Prospectus has been enhanced to reflect that Citi Luxembourg acts as the existing Custodian and Paying Agent and Sub-Administrator, (and as noted above) Registrar and Transfer Agent of the Company, in relation to which it is entitled to: (i) a maximum fee of 0.50% per annum of the NAV of the relevant Segregated Portfolio and payable monthly in arrears, and (ii) transaction fees (in relation to the Custodian function) and the above-mentioned related servicing and processing fees (in relation to the Registrar and Transfer Agent functions, as noted above), and all such amounts remain unchanged notwithstanding the Registrar/Transfer Agent Change and the New Administrator Change.

2. Impact and/or Action required

The updates described above will not result in any change in the investment objective and policy of the Segregated Portfolios, the risk profiles of the Segregated Portfolios, the level of fees payable by the Shareholders, the operation of the Company and the Segregated Portfolios and/or manner in which the Company and the Segregated Portfolios are currently being managed and do not materially prejudice the interests of Shareholders. Aside from the increase of the administrator fee payable to CIBC, the level of fees payable by the Segregated Portfolios will remain unchanged.

If you do not agree with the above changes, you may apply to redeem your Shares free of any redemption charges until the Effective Date in accordance with the provisions of the Prospectus. A redemption of your Shares may affect your tax position. You should therefore seek independent professional advice on any applicable tax in the country of your respective citizenship, domicile or residence.

The fees and expenses incurred in connection with the changes set out in this Notice will be borne by the Company, such estimated fees and expenses being approximately HK\$ 220,000.

The Prospectus and the product key fact statements will be updated accordingly (and as necessary) to reflect the above changes. The updated Prospectus and product key fact statements will be available at the office of the Investment Manager and the Investment

Manager's website at www.manulifefunds.com.hk[◇]. This Notice, which summarises the major changes for your easy reference, should be read in conjunction with the full text of the updated Prospectus and product key fact statements which contain full and complete information about these changes.

Enquiries

Shareholders requiring further information about the matters set out in this Notice may contact the Sub-Administrator, Citibank Europe plc, Luxembourg Branch on telephone number (352) 45 14 14 258 or fax number (352) 45 14 14 332, or the General Adviser and Distributor, Manulife Asset Management (Hong Kong) Limited, on telephone number (852) 2108 1110 or fax number (852) 2810 9510 (relating to Class AA Shares), or telephone number (852) 2510 3055 or fax number (852) 2907 2076 (relating to Class C, Class D, Class I and Class P Shares) at any time during normal local business hours.

**For and on behalf of the Board
Manulife Advanced Fund SPC**

[◇] This website has not been reviewed by the SFC.