

**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**

24 February 2017

Dear Shareholders,

**1. Change of minimum NAV threshold for Compulsory Redemption of Participating Shares of a Segregated Portfolio**

With immediate effect, the minimum NAV threshold for Compulsory Redemption of Participating Shares of a Segregated Portfolio has been changed from US\$2,000,000 to US\$15,000,000 (or its equivalent in the Base Currency) (or such other amount as the Directors may from time to time determine) on each Valuation Point during a period of three consecutive months. The ongoing costs of maintaining a Segregated Portfolio were taken into account in determining the new minimum NAV threshold which is intended to be commercially viable in the current market environment and in the best interests of investors from a cost and return perspective.

**2. General Updates**

For the avoidance of doubt and clarity, and to align with the requirements of the SFC’s Code on Unit Trusts and Mutual Funds, the following paragraphs shall be added at the end of Section 9.5 of Part I of the Prospectus with immediate effect:

“For so long as the Company is authorised by the SFC, the general meeting of the Company should be called for the following purposes:

1. to increase the maximum fees paid to the Investment Manager, the Custodian or Directors of the Company; or
2. to impose other types of fees.

In addition, for so long as the Company is authorised by the SFC: (i) where the interests of Shareholders of a particular class or classes of Shares are affected or there is a possibility of a conflict of interest between Shareholders of a particular class or classes of Shares, a separate Class meeting of a particular class or classes of Shares may be convened; and (ii) notwithstanding the above and anything set out in this Prospectus, the Chairman shall demand a poll in respect of any resolution put to the vote of a general meeting.”

**3. Impact and/or Action required**

The updates described above do 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 Company, the Segregated Portfolios or Shareholders, and do not materially prejudice the interests of Shareholders.

The fees and expenses incurred in connection with the changes set out in this Notice are borne by the Investment Manager.

The Prospectus has been updated accordingly (and as necessary) to reflect the above changes. The updated Prospectus is available at the office of the Investment Manager and the Investment Manager's website at [www.manulifefunds.com.hk](http://www.manulifefunds.com.hk)<sup>◇</sup>.

***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, Class P and Class T Shares) at any time during normal local business hours.

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

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<sup>◇</sup> This website has not been reviewed by the SFC.