

Value Partners China Greenchip Fund Limited

NAV per share : Class A - HKD94.77 | Class A2 QDis - HKD15.85

Fund size : USD247.6 million (HKD1,926.8 million)

★ ★ ★
Morningstar Rating™
As at 31-08-2021



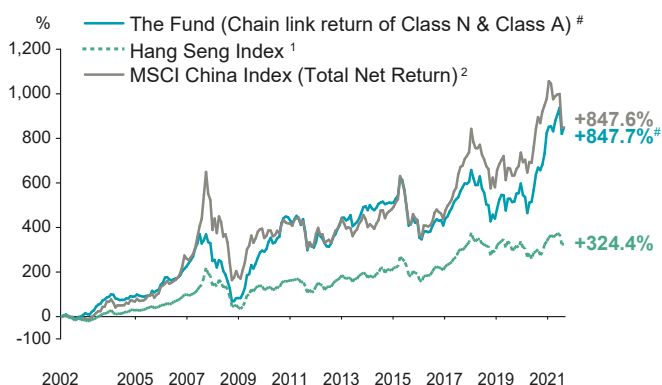
August 2021

- Value Partners China Greenchip Fund Limited (The "Fund") invests primarily in companies established in Greater China or which derive a majority of their revenue from business related to Greater China.
- The Fund invests in China, China-related companies and medium or small capitalization companies and is therefore subject to emerging market and concentration risks. The value of the Fund can be extremely volatile and could go down substantially within a short period of time. It is possible that the entire value of your investment could be lost.
- The Fund may also invest in derivatives which can involve material risks, e.g. counterparty default risk, insolvency or liquidity risk, and may expose the Fund to significant losses.
- In respect of the distribution shares for the Fund, the Manager currently intends to make quarterly dividend distribution. However, the distribution rate is not guaranteed. Distribution yield is not indicative of the return of the Fund. Distribution may be paid from capital of the Fund. Investors should note that where the payment of distributions are paid out of capital, this represents and amounts to a return or withdrawal of part of the amount you originally invested or capital gains attributable to that and may result in an immediate decrease in the value of shares.
- You should not make investment decision on the basis of this material alone. Please read the explanatory memorandum for details and risk factors.

Investment objective

The Fund aims to achieve medium-term capital growth by means of investing in companies established in Greater China or which derive a majority of their revenue from business related to Greater China, whether in the form of direct investment in, or trade with, Greater China. This includes companies incorporated and/or listed outside Greater China.

Performance since launch



NAVs & codes

Classes ³	NAV	ISIN	Bloomberg
Class A HKD	94.77	KYG9317M1033	VPCHIGC KY
Class A USD	15.63	KYG9317M1603	VPCHAUS KY
Class A AUD Hedged	15.19	KYG9317M1371	VPCHAAH KY
Class A CAD Hedged	15.00	KYG9317M1454	VPCHACH KY
Class A NZD Hedged	15.06	KYG9317M1520	VPCHANH KY
Class A2 QDis HKD	15.85	KYG9317M1116	VPCA2QD KY

Dividend information – Class A2 QDis ⁴

Ex-dividend date	Ex-dividend date NAV (HKD)	Dividend per unit ⁵ (HKD)	Annualized yield ⁶
30-6-2021	17.35	0.0607	1.4%
31-3-2021	15.63	0.0607	1.6%
31-12-2020	15.57	0.0607	1.6%
30-9-2020	12.85	0.0607	1.9%
30-6-2020	11.42	0.0607	2.1%

Performance update

	Class A HKD	Class A2 QDis HKD	MSCI China Index (Total Net Return) ²	Hang Seng Index ¹
Year-to-date	+2.6%	+2.6%	-12.0%	-2.9%
One month	+3.1%	+3.1%	+0.1%	-0.1%
One year	+23.3%	+22.8%	-4.8%	+5.6%
Three years	+57.0%	+56.3%	+22.3%	+2.1%
Five years	+80.5%	+79.2%	+67.5%	+33.4%
Total return since launch	+847.7%#	+78.9%	+847.6%	+324.4%
Annualized return since launch ^A	+12.3%#	+7.4%	+12.3%	+7.7%

The Fund – Class A HKD: Monthly performance from 1 Jan 2012 to 31 Aug 2021

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual
2012	+6.0%	+10.5%	-3.9%	-2.4%	-4.6%	-3.2%	-0.5%	+3.7%	+6.3%	+3.1%	+4.9%	+3.7%	+24.8%
2013	+6.4%	+0.0%	-2.2%	+1.2%	+3.3%	-8.9%	+1.8%	+1.7%	+3.0%	+4.8%	+4.5%	+0.7%	+16.5%
2014	-3.0%	+4.0%	-2.6%	-1.2%	+1.9%	+2.9%	+1.1%	+0.6%	-1.8%	+0.6%	+0.6%	-0.4%	+2.4%
2015	+0.4%	+2.9%	+2.0%	+12.6%	-1.4%	-6.2%	-11.7%	-13.9%	+1.5%	+5.0%	-3.8%	+1.7%	-13.0%
2016	-14.3%	-1.7%	+7.8%	+0.4%	-0.9%	+0.6%	+5.1%	+3.8%	+2.2%	-1.2%	+0.6%	-4.5%	-4.0%
2017	+6.2%	+1.7%	+4.0%	+2.8%	+4.5%	+2.0%	+1.5%	+4.2%	+2.7%	+2.5%	-0.3%	+1.3%	+38.4%
2018	+7.6%	-4.8%	-4.3%	+0.1%	+5.6%	-7.5%	-2.8%	-7.9%	-0.7%	-12.0%	+5.6%	-3.2%	-23.4%
2019	+8.3%	+6.6%	+3.6%	-0.1%	-10.7%	+9.1%	+0.1%	-2.5%	+0.4%	+5.8%	+0.3%	+6.6%	+29.1%
2020	-7.4%	-1.4%	-11.2%	+8.3%	+0.6%	+8.9%	+10.1%	+4.3%	-1.6%	+3.3%	+6.2%	+11.3%	+32.6%
2021 (YTD)	+3.0%	+0.1%	-2.3%	+5.0%	+2.9%	+3.0%	-11.4%	+3.1%					+2.6%

^Δ Value Partners China Greenchip Fund Limited is one of the eligible collective investment schemes for the purpose of the Hong Kong Capital Investment Entrant Scheme (CIES). The CIES was suspended by the Hong Kong Government with effect from 15 Jan 2015 until further notice.

^A Annualized return is calculated from inception based on published NAV.

[#] Refers to chain link return of Class N & Class A, Class N since inception (7 Sep 2002) to 17 Dec 2020 and Class A since 18 Dec 2020. Class N was firstly launched in 2002 & closed for subscription from 26 Mar 2007. Class A was launched on 27 Mar 2007 with the same NAV of Class N. Therefore Classes A & N have the same NAV since 27 Mar 2007. Class N was fully redeemed on 17 Dec 2020 and NAV was no longer available. Hence Class A is now the representative share class after 17 Dec 2020. For Class A, return since launch i.e. 27 Mar 2007 return and annualized return are +168.1% and +7.1% respectively.

Top holdings (as at 30 Jul 2021)

Name	Industry ⁷	%
Tencent Holdings Ltd	Media & entertainment	6.5
Techtronic Industries Co Ltd	Capital goods	5.0
Li Ning Co Ltd	Consumer durables & apparel	4.9
China Merchants Bank Co Ltd	Banks	4.7
China Tourism Group Duty Free Corp Ltd	Retailing	4.4
Taiwan Semiconductor Manufacturing Co Ltd	Semiconductors & semiconductor equipment	4.1
Chinasoft International Ltd	Software & services	3.9
Jinke Smart Services Group Co Ltd	Real estate	3.7
ANTA Sports Products Ltd	Consumer durables & apparel	3.6
United Microelectronics Corp	Semiconductors & semiconductor equipment	3.5

These securities constitute 44% of the Fund.

Portfolio characteristics

As at 31 Aug 2021 ⁸

Price/earnings ratio	14.3 times
Price/book ratio	3.0 times
Portfolio yield	2.4%

	Class A HKD	Class A2 QDis HKD	MSCI China Index (Total Net Return) ²	Hang Seng Index ¹
Annualized volatility (3 years) ⁹	21.4%	21.4%	21.4%	18.4%

Geographical exposure by listing ¹⁰

Hong Kong	52%
China A-shares	15%
Taiwan	15%
H-shares	12%
Red Chips	6%
Others	3%
Cash ¹¹	-3%

Sector exposure ^{7, 10}

Consumer discretionary	27%
Information technology	22%
Industrials	14%
Communication services	9%
Consumer staples	8%
Real estate	7%
Banks	5%
Insurance	3%
Other financials	3%
Health care	2%
Materials	2%
Others	1%
Cash ¹¹	-3%

Fund facts

Manager:	Value Partners Limited
Base currency:	HKD
Administrator:	HSBC Trustee (Cayman) Limited
Custodian:	HSBC Institutional Trust Services (Asia) Limited
Launch date:	Class N - 8 Apr 2002 (Closed) Class A - 27 Mar 2007 Class A2 QDis - 22 Jul 2013 Class A AUD / CAD / NZD / USD - 26 May 2014
Dividend policy ⁴ :	Class A2 QDis - aim at quarterly distribution, subject to Manager's discretion

Fee structure

Minimum subscription	HKD80,000 or equivalent ¹²
Minimum subsequent subscription	HKD40,000 or equivalent ¹²
Subscription fee	Up to 5%
Management fee	1.5% p.a.
Performance fee ¹³	15% of profit (High-on-high principle)
Redemption fee	Nil
Dealing day	Daily

Senior investment staff

Co-Chairmen & Co-Chief Investment Officers:

Cheah Cheng Hye; Louis So

Senior Investment Directors: Norman Ho, CFA; Renee Hung

Investment Directors: Chung Man Wing; Yu Chen Jun; Michelle Yu, CFA

Senior Fund Managers: Lillian Cao; Anthony Chan, CFA; Kelly Chung, CFA;

Doris Ho; Glenda Hsia; Amy Lee, CFA, CAIA; Luo Jing, CFA; Frank Tsui

Key corporate awards



Asia ex-Japan Equity House: Best-in-Class ¹⁴
Greater China Equity House: Outstanding Achiever ¹⁴
~ Benchmark Fund of the Year Awards 2018, Hong Kong

Offshore China Equity (10-year) ¹⁵
~ Insight & Mandate, Professional Investment Awards 2018

Scan QR code for fund documents¹⁶:



Source: HSBC Institutional Trust Services (Asia) Limited and Bloomberg, data as at the last valuation date of the month as stated above, unless stated otherwise. Performance is calculated on NAV to NAV in base currency with dividend reinvested and net of fees. All indices are for reference only. Our portfolio disclosure policy can be obtained from the Investment Manager upon request to email fis@vp.com.hk.

* © Morningstar 2021. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. 1. Hang Seng Index refers to Hang Seng Index (Price Return) up to 31 Dec 2004, thereafter it is the Hang Seng Index (Total Return). Hang Seng Index (Total Return) includes dividend reinvestment whereas Hang Seng Index (Price Return) does not take into account reinvestment of dividends. 2. MSCI China Index (Total Net Return) since fund inception to present which takes into account of dividend reinvestment after deduction of withholding tax. 3. Each hedged share class will hedge the Fund's base currency back to its currency of denomination on a best efforts basis. However, the volatility of the hedged classes measured in the Fund's base currency may be higher than that of the equivalent class denominated in the Fund's base currency. The hedged classes may be suitable for investors who wish to reduce the impact of changes in exchange rates between their local currency and the Fund's base currency. 4. The Manager currently intends to make quarterly dividend distribution in respect of the A2 QDis Class; actual dividend payout will be subject to the Manager's discretion. 5. The receiving bank may charge a fee for incoming payments. Such fees will reduce the actual amount of dividends received by the investor. 6. Annualized yield of QDis Class is calculated as follows: (Latest dividend amount/NAV as at ex-dividend date) x 4. Investors should note that yield figures are estimated and for reference only and do not represent the performance of the Fund, and that there is no guarantee as to the actual frequency and/or amount of dividend payments. 7. Classification is based on Global Industry Classification Standard (GICS). 8. The profile is based on market consensus forecast as derived from FactSet and Bloomberg. Harmonic mean methodology is applied to calculate the forecast P/E ratio and P/B ratio. Portfolio yield is the weighted average of the total dividend yield of all securities in the portfolio. 9. Volatility is a measure of the theoretical risk in terms of standard deviation, based on monthly return over the past 3 years. 10. Exposure refers to net exposure (long exposure minus short exposure). Derivatives e.g. index futures are calculated based on P/L instead of notional exposure. 11. Cash includes receivables and payables (except cash for collaterals and margins). 12. Investors should note that the base currency of the Fund is in HKD. Conversion to the base currency of the Fund will normally take place at the prevailing rate (as determined by the Fund's Trustee or Custodian) on the corresponding fund dealing day. Investors should be aware of possible risks resulting from fluctuations of exchange rates against USD/AUD/CAD/NZD. 13. Performance fee will only be charged if at the end of the financial year the NAV (before deduction of performance fee and relevant distributions) exceeds the "high watermark", which is the all-time year-end high of the Fund's NAV for the accumulation classes (and dividend adjusted equivalent for distribution paying classes). If in any one year, the Fund suffers a loss, no performance fee can be charged in subsequent years until the loss is recovered fully (the high-on-high principle). 14. The award reflects performance up to 30 Sep 2018. 15. The award reflects performance up to 31 Dec 2017. 16. For Hong Kong investors only.

Investors should note investment involves risk. The price of shares may go down as well as up and past performance is not indicative of future results. Investors should read the explanatory memorandum for details and risk factors in particular those associated with investment in emerging markets. Information in this report has been obtained from sources believed to be reliable but Value Partners Limited does not guarantee the accuracy or completeness of the information provided by third parties. Investors should seek advice from a financial adviser before making any investment. In the event that you choose not to do so, you should consider whether the investment selected is suitable for you.

For Singapore investors: The Fund is registered as a restricted foreign scheme in Singapore and will only be distributed to (i) institutional investors and (ii) accredited investors and certain other persons in Singapore in accordance with section 304 and 305 of the Securities and Futures Act. Value Partners Asset Management Singapore Pte Ltd, Singapore Company Registration No. 200808225G. This advertisement has not been reviewed by the Monetary Authority of Singapore.

This document has not been reviewed by the Securities and Futures Commission of Hong Kong. Issuer: Value Partners Limited.