

Value Partners Fund Series Value Partners Asian Income Fund

NAV per unit: Class A USD Acc - USD13.90 | Class A USD MDis - USD11.50

Fund size : USD348.5 million



Morningstar Rating™
As at 31-08-2021

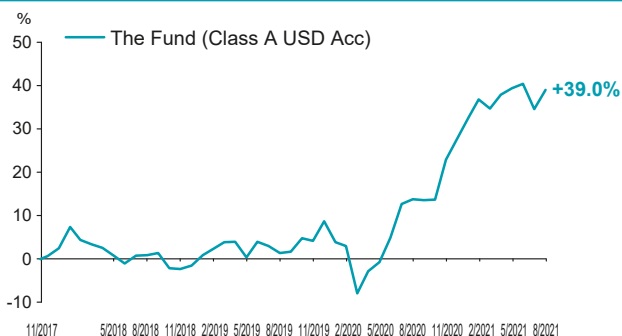
August 2021

- Value Partners Asian Income Fund (The "Fund") invests primarily in Asian equity and/or fixed income securities including convertible bonds and to deliver lower portfolio volatility.
- The Fund is subject to concentration risk as a result of the concentration of its investments in the Asian markets. The Fund may be more volatile than a broadly based fund as it is more susceptible to fluctuation in value resulting from adverse conditions in the Asian market.
- The Fund may invest in small and mid-capitalization companies. The stocks of such companies may have lower liquidity and their prices are more volatile to adverse economic developments than those of larger capitalization companies in general.
- The Fund may invest in debt securities including those that are below investment grade/unrated, and may involve greater risks, including credit risk, issuer-specific risk, counterparty risk and sovereign debt risk. The Fund may also invest in derivatives which can involve material risks, e.g. counterparty default risk, insolvency or liquidity risk. All these may expose the Fund to significant losses.
- Investment in fixed income securities may include contingent convertible bonds whose structure is innovative and untested. These instruments may be subject to conversion risk e.g. compulsory conversion by the issuer upon uncontrollable triggering events and hence the Fund may experience losses.
- In respect of the distribution units for the Fund, the Manager currently intends to make monthly 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 units.
- 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 maximize return and income by investing in Asian equities, Asian fixed income securities and other assets relating to Asian companies that are listed in Asia, or have registered offices in Asia or generate a predominant share of their sales and/or their profits in Asia. The Fund also aims to achieve lower portfolio volatility by actively screening and selecting a combination of lower volatility equities and fixed income securities.

Performance since launch



Performance update

	The Fund (Class A USD Acc)
Year-to-date	+8.8%
One month	+3.3%
One year	+22.1%
Three years	+37.8%
Five years	N/A
Total return since launch	+39.0%
Annualized return since launch ^	+9.1%

NAVs & codes

Classes ¹	NAV	ISIN	Bloomberg
Class A USD Unhedged Acc	13.90	HK0000352374	VPUSUAU HK
Class A AUD Hedged MDis	10.97	HK0000352259	VPAAHMU HK
Class A CAD Hedged MDis	11.16	HK0000352267	VPACHMU HK
Class A HKD Unhedged MDis	11.47	HK0000352291	VPAHUMU HK
Class A NZD Hedged MDis	11.08	HK0000352309	VPANHMU HK
Class A RMB Hedged MDis	11.44	HK0000352317	VPARHMU HK
Class A RMB Unhedged MDis	11.14	HK0000352325	VPARUMU HK
Class A USD Unhedged MDis	11.50	HK0000352382	VPAUHMU HK
Class A HKD Unhedged Acc	13.89	HK0000352283	VPAHUAU HK

The Fund – Class A USD Acc: Monthly performance from 13 Nov 2017 to 31 Aug 2021

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual
2017	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	+0.7%	+1.8%	+2.5%
2018	+4.8%	-2.8%	-1.0%	-0.8%	-1.8%	-1.8%	+1.8%	+0.1%	+0.5%	-3.5%	-0.2%	+0.8%	-3.9%
2019	+2.4%	+1.4%	+1.6%	+0.1%	-3.5%	+3.6%	-1.0%	-1.6%	+0.3%	+3.0%	-0.6%	+4.3%	+10.4%
2020	-4.4%	-0.9%	-10.6%	+5.5%	+2.2%	+5.6%	+7.4%	+1.0%	-0.2%	+0.1%	+8.1%	+4.0%	+17.6%
2021 (YTD)	+3.8%	+3.2%	-1.5%	+2.7%	+0.8%	+0.7%	-4.1%	+3.3%					+8.8%

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

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Dividend information – Class MDis²

Classes ¹	Dividend amount / unit	Annualized yield ³	Ex-dividend date
Class A AUD Hedged MDis	0.0379	4.1%	31-8-2021
Class A CAD Hedged MDis	0.0375	4.0%	31-8-2021
Class A HKD Unhedged MDis	0.0388	4.1%	31-8-2021
Class A NZD Hedged MDis	0.0388	4.2%	31-8-2021
Class A RMB Hedged MDis	0.0579	6.1%	31-8-2021
Class A RMB Unhedged MDis	0.0422	4.5%	31-8-2021
Class A USD Unhedged MDis	0.0390	4.1%	31-8-2021

Top holdings – equities

Holdings	Industry ⁴	Country / region	%
Taiwan Semiconductor Manufacturing Co Ltd	Semiconductors & semiconductor equipment	Taiwan	3.7
United Microelectronics Corp	Semiconductors & semiconductor equipment	Taiwan	2.1
Bukalapak.com PT Tbk	Retailing	Indonesia	2.0
Infosys Ltd	Software & services	United States	1.5
Pacific Basin Shipping Ltd	Transportation	Hong Kong	1.4

Top holdings – fixed income

Holdings	Sector ⁴	Country / region	%
Tongfang Aqua Ltd 6.8% 01/10/2022	Information technology	China	1.6
Vedanta Resources Finance II PLC 8% 04/23/2023	Materials	India	1.6
CAR Inc 8.875% 05/10/2022	Industrials	China	1.5
eHi Car Services Ltd 5.875% 08/14/2022	Industrials	China	1.3
eHi Car Services Ltd 7.75% 11/14/2024	Industrials	China	1.2

Portfolio characteristics

As at 31 Aug 2021

Portfolio yield ⁵	4.3%
The Fund (Class A USD Acc)	
Annualized volatility (3 years) ⁶	12.4%

Asset type by geography (%) ⁷

	Equities	Fixed Income	Total
China	-	23.8	23.8
Taiwan	15.0	-	15.0
Hong Kong	11.3	1.6	12.9
Japan	5.9	-	5.9
H-shares	5.5	-	5.5
South Korea	4.8	-	4.8
Red Chips	4.6	-	4.6
Singapore	3.6	0.4	4.0
China A-shares	3.8	-	3.8
Indonesia	2.3	1.5	3.8
United States	3.1	-	3.1
India	-	3.0	3.0
Australia	-	0.3	0.3
Thailand	0.1	-	0.1
Others	1.4	-	1.4
Cash ⁸	-	-	8.0
Total	61.4	30.6	100.0

Asset type by sector (%) ⁴

	Equities	Fixed Income	Total
Information technology	16.7	2.8	19.5
Industrials	7.6	5.6	13.2
Real estate	5.2	6.7	11.9
Consumer discretionary	7.2	4.2	11.4
Materials	5.0	5.0	10.0
Financials	7.7	0.7	8.4
Communication services	3.0	2.6	5.6
Energy	2.3	0.9	3.2
Consumer staples	2.8	-	2.8
Health care	1.8	0.5	2.3
Utilities	0.7	1.6	2.3
Others	1.4	-	1.4
Cash ⁸	-	-	8.0
Total	61.4	30.6	100.0

Credit ratings of fixed income

A	0.6%		
BBB	2.5%		
BB	6.0%	Investment grade	3.1%
B & Below	15.5%	High yield	21.5%
Non-rated ⁹	6.0%	Average credit rating ¹⁰	B+

Fund facts

Manager:	Value Partners Hong Kong Limited
Base currency:	USD
Trustee:	HSBC Institutional Trust Services (Asia) Limited
Launch date:	13 Nov 2017
	Class A USD Unhedged Acc
	Class A AUD Hedged MDis
	Class A CAD Hedged MDis
	Class A HKD Unhedged MDis
	Class A NZD Hedged MDis
	Class A RMB Hedged MDis
	Class A RMB Unhedged MDis
	Class A USD Unhedged MDis
	Class A HKD Unhedged Acc

Fee structure (Class A)

Share classes	Acc	MDis
	Unhedged: HKD/SGD/USD Hedged: SGD	Unhedged: HKD/RMB/SGD/USD Hedged: AUD/CAD/EUR/NZD/ RMB/SGD
Minimum subscription	USD10,000 or equivalent	
Minimum subsequent subscription	USD5,000 or equivalent	
Subscription fee	Up to 5%	
Redemption fee	Nil	
Management fee	1.5% p.a.	
Performance fee	N/A	
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

Fixed income investment team:

Chief Investment Officer, Fixed Income: Gordon Ip, CFA

Deputy Chief Investment Officer, Fixed Income: Edwin Kam, CFA

Key fixed income awards

Best Fund Provider – High Yield Bond ¹¹

~ Asian Private Banker Asset Management Awards for Excellence 2021

Top Investment House in Asian G3 Bonds (Asset Managers category) ¹²

~ The Asset Benchmark Research Awards 2020

CIO of the Year in Asia (Fixed Income) ¹³CIO of the Year (Fixed Income, Hong Kong) ¹³

Winner: Mr. Gordon IP

~ Insight & Mandate, Professional Investment Awards 2020

Scan QR code for fund documents¹⁴:

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.

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Investors should note investment involves risk. The price of units 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 herein has been obtained from sources believed to be reliable but Value Partners Hong Kong 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.

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