

Value Partners Fund Series

Value Partners Asian Innovation Opportunities Fund



NAV per unit : Class A USD Unhedged Acc - USD13.80 | Class A USD Unhedged MDis - USD13.24

Fund size : USD62.6 million



Morningstar Rating™
As at 30-06-2022

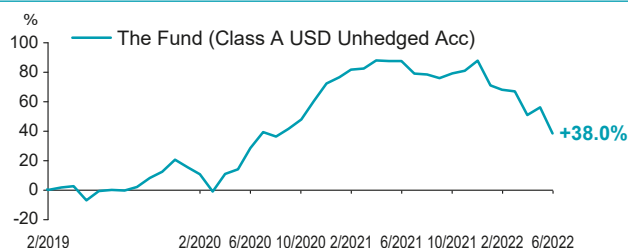
June 2022

- Value Partners Asian Innovation Opportunities Fund (the "Fund") invests predominantly in Asian equity and/or fixed income securities of companies that are related to innovative technologies or business innovations.
- The Fund's investments are concentrated in the Asian market and therefore subject to emerging market risks. Generally, investments in emerging markets are more volatile than investments in developed markets due to additional risks relating to political, social, economic and regulatory uncertainty.
- The Fund is also subject to concentration risks due to its concentration in the sectors relating to innovative technology or business innovation. Such companies are characterised by relatively higher uncertainty and volatility in price performance when compared to other economic sectors.
- The Fund may invest in small and mid-capitalisation companies. The stocks of such companies may have lower liquidity and their prices are more volatile to adverse economic developments than those of larger capitalisation companies in general.
- The Fund may invest in unrated or below investment grade bonds and financial derivative instruments. The Fund is therefore exposed to additional risks, including volatility risk, valuation risk, leverage risk, liquidity risk, correlation risk, counterparty/credit risk, legal risk, over-the-counter transaction risk and settlement risk.
- In respect of the distribution classes 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 of the net asset value per unit of the Fund.
- 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

To maximise return and income by investing primarily (i.e. not less than 70% of its Net Asset Value) in Asian equity and/or fixed income securities relating to Asian companies that are listed, or have their registered offices in Asia or that generate a predominant share of their sales and/or their profits in Asia which are related to innovative technologies or business innovations including but not limited to information technology, consumption services, healthcare and financials.

Performance since launch



Performance update

	The Fund (Class A USD Unhedged Acc)
Year-to-date	-26.4%
One month	-11.4%
One year	-26.2%
Three years	+39.5%
Five Years	N/A
Total return since launch	+38.0%
Annualized return since launch ^	+10.1%

NAVs & codes

Classes ¹	NAV	ISIN	Bloomberg
Class A AUD Hedged MDis	12.40	HK0000475878	VPAIAAH HK
Class A CAD Hedged MDis	12.87	HK0000475886	VPAIACH HK
Class A HKD Unhedged Acc	13.81	HK0000475902	VPAIOAU HK
Class A HKD Unhedged MDis	13.24	HK0000475910	VPAIAHU HK
Class A NZD Hedged MDis	12.34	HK0000475928	VPAIANH HK
Class A RMB Hedged MDis	13.33	HK0000475936	VPAIARH HK
Class A SGD Hedged Acc	13.47	HK0000475944	VPAIASH HK
Class A SGD Hedged MDis	12.99	HK0000475951	VPASIAH HK
Class A USD Unhedged Acc	13.80	HK0000475969	VPASIAU HK
Class A USD Unhedged MDis	13.24	HK0000475977	VPASAUU HK

Dividend information – Class MDis²

Classes ¹	Dividend amount / unit	Annualized yield ³	Ex-dividend date
Class A AUD Hedged MDis	0.0114	1.1%	30-6-2022
Class A CAD Hedged MDis	0.0165	1.5%	30-6-2022
Class A HKD Unhedged MDis	0.0189	1.7%	30-6-2022
Class A NZD Hedged MDis	0.0123	1.2%	30-6-2022
Class A RMB Hedged MDis	0.0458	4.1%	30-6-2022
Class A SGD Hedged MDis	0.0164	1.5%	30-6-2022
Class A USD Unhedged MDis	0.0190	1.7%	30-6-2022

Top holdings – equities

Holdings	Sector ⁴	Geography	%
Taiwan Semiconductor Manufacturing Co Ltd	Semiconductors & semiconductor equipment	Taiwan	7.8
Alchip Technologies Limited	Semiconductors & semiconductor equipment	Taiwan	5.1
Renesas Electronics Corp	Semiconductors & semiconductor equipment	Japan	4.4
SUMCO Corp	Semiconductors & semiconductor equipment	Japan	4.2
LandMark Optoelectronics Corp	Semiconductors & semiconductor equipment	Taiwan	4.0

These equities constitute 26% of the Fund.

Top holdings – fixed income

Holdings	Sector ⁴	Geography	%
Lenovo Perpetual Securities Ltd	Technology, hardware & equipment	China	1.2
SoftBank Group Corp	Telecommunication services	Japan	0.7

These fixed income securities constitute 2% of the Fund.

The Fund – Class A USD Unhedged Acc: Monthly performance from 26 Feb 2019 to 30 Jun 2022

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual
2019	N/A	-0.3%	+1.6%	+0.9%	-9.4%	+6.8%	+0.8%	-0.4%	+2.4%	+6.0%	+3.9%	+7.3%	+20.2%
2020	-4.3%	-4.1%	-10.6%	+12.1%	+2.9%	+12.7%	+8.4%	-2.2%	+3.8%	+4.5%	+8.3%	+7.6%	+43.0%
2021	+2.4%	+3.0%	+0.4%	+3.0%	-0.2%	+0.0%	-4.5%	-0.3%	-1.4%	+1.8%	+1.0%	+3.8%	+9.0%
2022 (YTD)	-9.0%	-1.8%	-0.7%	-9.6%	+3.5%	-11.4%							-26.4%

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

Portfolio characteristics

As at 30 Jun 2022

Portfolio yield ⁵	2.6%
The Fund (Class A USD Unhedged Acc)	
Annualized volatility (3 years) ⁶	19.9%

Asset type by geography (%) ⁷

	Equities	Fixed Income	Total
Taiwan	30.7	-	30.7
Japan	21.2	0.7	21.9
South Korea	6.9	-	6.9
United States	6.9	-	6.9
China A-shares	5.1	-	5.1
Red Chips	4.1	-	4.1
H-shares	2.8	-	2.8
Hong Kong	2.6	-	2.6
China	-	1.2	1.2
Cash ⁸	-	-	17.8
Total	80.3	1.9	100.0

Asset type by sector (%) ⁴

	Equities	Fixed Income	Total
Semiconductors & semiconductor equipment	32.9	-	32.9
Technology, hardware & equipment	11.4	1.2	12.6
Consumer durables & apparel	6.6	-	6.6
Commercial services & supplies	4.5	-	4.5
Food, beverage & tobacco	4.5	-	4.5
Telecom services	4.5	-	4.5
Media & entertainment	4.0	-	4.0
Retailing	3.9	-	3.9
Software & services	3.2	-	3.2
Capital goods	2.1	-	2.1
Health care equipment & services	1.7	-	1.7
Automobiles & components	1.0	-	1.0
Telecommunication services	-	0.7	0.7
Cash ⁸	-	-	17.8
Total	80.3	1.9	100.0

Credit ratings of fixed income ⁹

	Investment grade	1.2%
BBB	1.2%	
BB	0.7%	
	Average credit rating ¹⁰	BBB

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 fts@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.

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 Hong Kong Limited.

Fund facts

Manager:	Value Partners Hong Kong Limited
Base currency:	USD
Trustee:	HSBC Institutional Trust Services (Asia) Limited
Launch date:	26 Feb 2019
	Class A AUD Hedged MDIs
	Class A CAD Hedged MDIs
	Class A HKD Unhedged Acc
	Class A HKD Unhedged MDIs
	Class A NZD Hedged MDIs
	Class A RMB Hedged MDIs
	Class A SGD Hedged Acc
	Class A SGD Hedged MDIs
	Class A USD Unhedged Acc
	Class A USD Unhedged MDIs

Fee structure (Class A)

Share classes	Acc	MDIs
	HKD/USD unhedged, SGD hedged ¹	HKD/USD unhedged, AUD/CAD/NZD/RMB/SGD hedged ¹
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 Director, Head of Multi-Assets: Kelly Chung, CFA

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

Senior Fund Managers: Lillian Cao; Anthony Chan, CFA; Doris Ho;

Glenda Hsia; Luo Jing, CFA; Frank Tsui

Fixed income investment team:

Chief Investment Officer, Fixed Income: Gordon Ip, CFA

Head of Credit Research & Strategy: Anna Ho

Fund Manager: Danielle Li

Key corporate awards

CIO of the Year in Asia (Fixed Income) ¹¹CIO of the Year (Fixed Income, Hong Kong) ¹¹

Winner: Mr. Gordon IP

~ Insight & Mandate, Professional Investment Awards 2020

Top Investment House in Asian G3 Bonds ¹²Top Investment House in Asian Local Currency Bond ¹²

(both for the Hedge Fund category)

~ The Asset Benchmark Research Awards 2019

Asia ex-Japan Equity House: Best-in-Class

Greater China Equity House: Outstanding Achiever

~ Benchmark Fund of the Year Awards 2018, Hong Kong ¹³Scan QR code for fund documents ¹⁴: