

Important Information

- I. 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.
- II. 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.
- III. 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.
- IV. 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.
- V. 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.
- VI. 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.
- VII. You should not make investment decision on the basis of this marketing material alone. Please read the explanatory memorandum for details and risk factors.

Q2 2024



★★★★★
Morningstar Rating™

CIES Eligible*

Monthly distribution
share classes available

Value Partners Asian Innovation Opportunities Fund



Capture the long-term investment potential of **Asia's innovative businesses**

Discover various opportunities arising from **emerging technologies and evolving trends**

Combat volatility with a **flexible multi-asset approach**

Investment objective and strategy

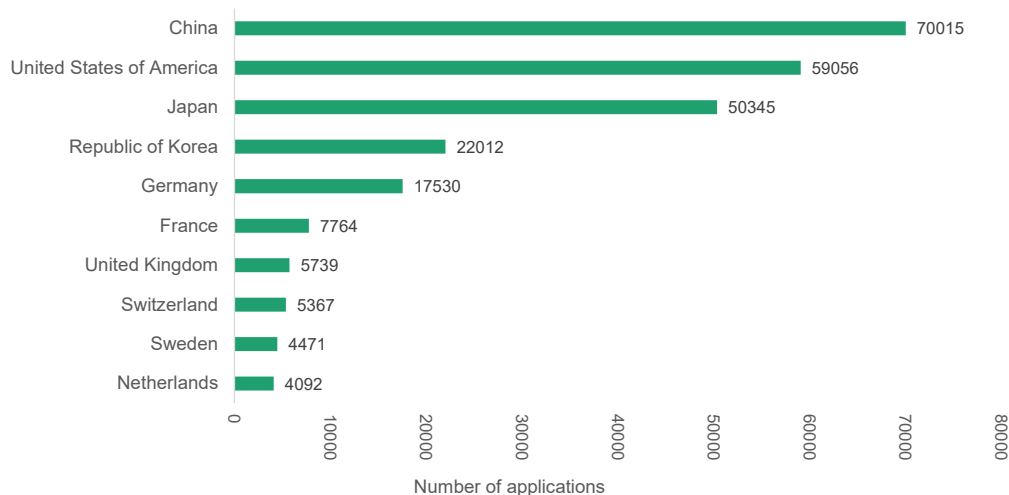
The Fund aims to maximise return and income by investing primarily (i.e. not less than 70% of its Net Asset Value) in Asian equity and/or fixed income securities relating to Asian companies that are listed, or have their registered offices in Asia or that generate a predominant share of their sales and/or 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.

Why invest in the Value Partners Asian Innovation Opportunities Fund?

Capture the long-term investment potential of Asia's innovative businesses

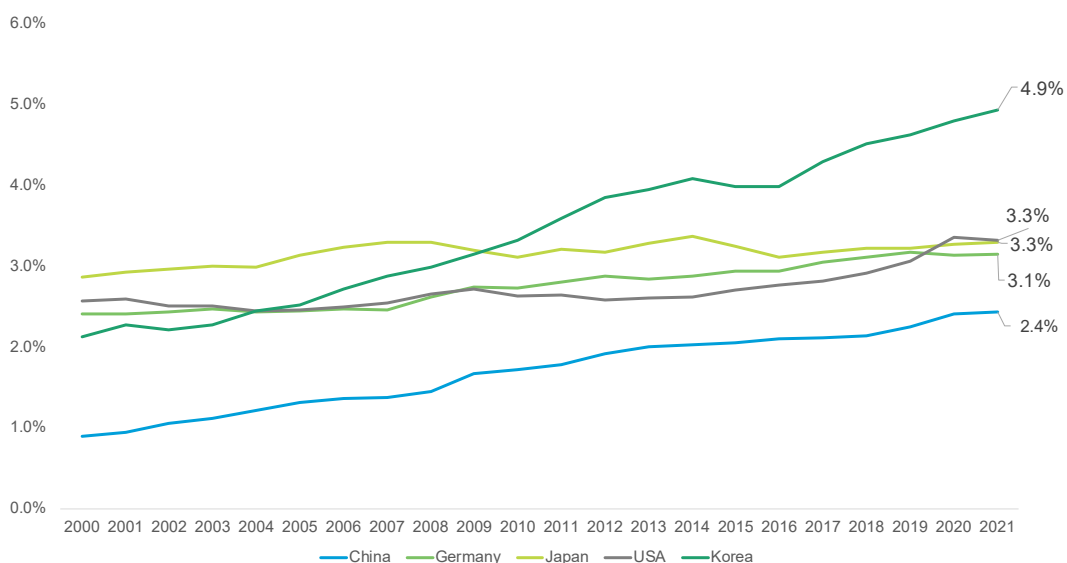
- Asia accounts for roughly 60% of the world's population. With its favorable demographics – having a larger and younger population than the US and Europe – there is strong demand for digital transformation, driving Asia to be a hotspot for innovation.
- The drive for innovation is already manifested in the increasing patent activity in Asia and the rising spending on research and development.
- Asia accounted for over three-fifths of the patent applications, with China, Japan and Korea amongst the top players, backed by a rapid catch-up in the R&D.

International patent application ranking by country (2022)



Source: Statista, 2023

Research and development expenditure (% of GDP)

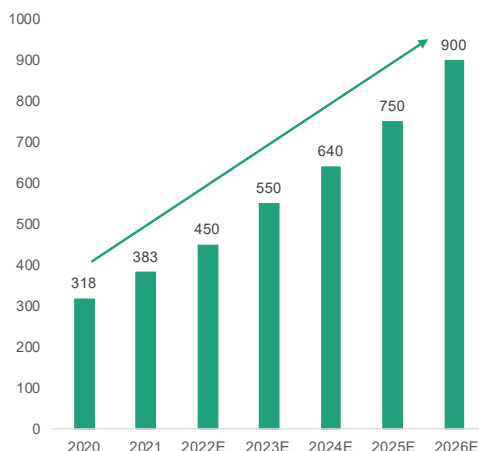


Source: Statista, Dec 2022

Discover various opportunities arising from emerging technologies and evolving trends

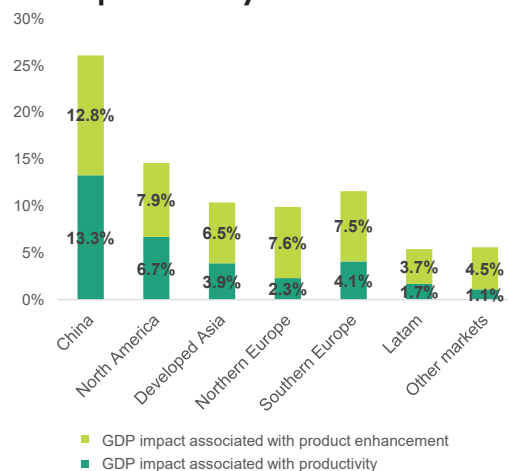
- The growing artificial intelligence (AI) market, which is expected to reach US\$900 billion by 2026, is an example of an emerging technology that hugely influences innovation. The impacts of the AI market are far-reaching, with new investment opportunities ranging from infrastructure to daily applications. AI investments also bring economic impacts globally, especially in most Asian markets.

Global AI market scale (USD bn)



Source: BOFA Research, IDC, 2023

Potential GDP forecast: Impact of AI by channel in 2030



Source: BOFA Research, 2023

Combat volatility with a flexible multi-asset approach

- The Fund applies quantitative and qualitative screens, targeting and investing in Asian equities and/or fixed income securities issued by business innovators and pioneers in the region.
- As innovation is seen in different areas of the market, the Fund invests in various sectors, such as Artificial intelligence, semiconductor, China internet and consumer electronics, particularly companies that benefit from key innovation themes.

Key innovation themes*



Artificial Intelligence



Semiconductor



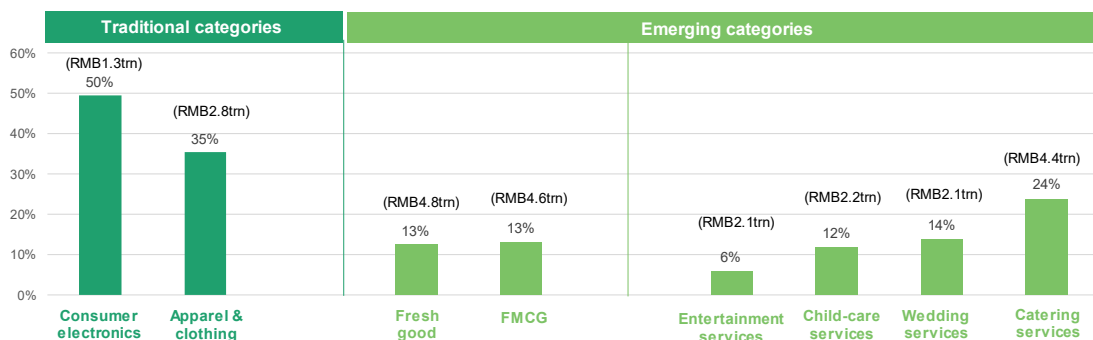
China Internet



Consumer Electronics

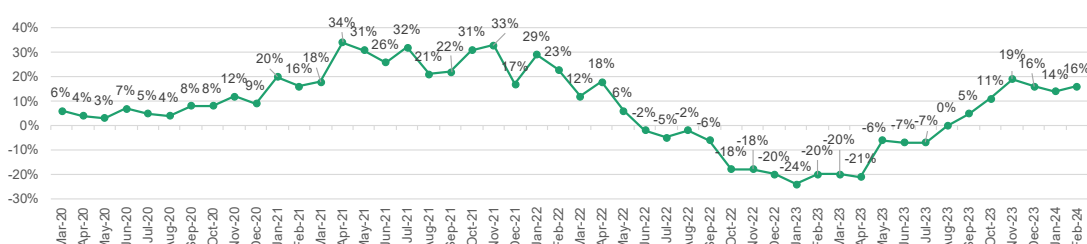
*The above-mentioned technology investment portfolio will change according to the market environment.
Source: Value Partners, as at 31 Mar 2024

High online penetration of consumer electronics among different categories



Source: Bernstein Research, Euromonitor, JP Morgan, as at 31 March 2023

Total semiconductor YoY sales growth

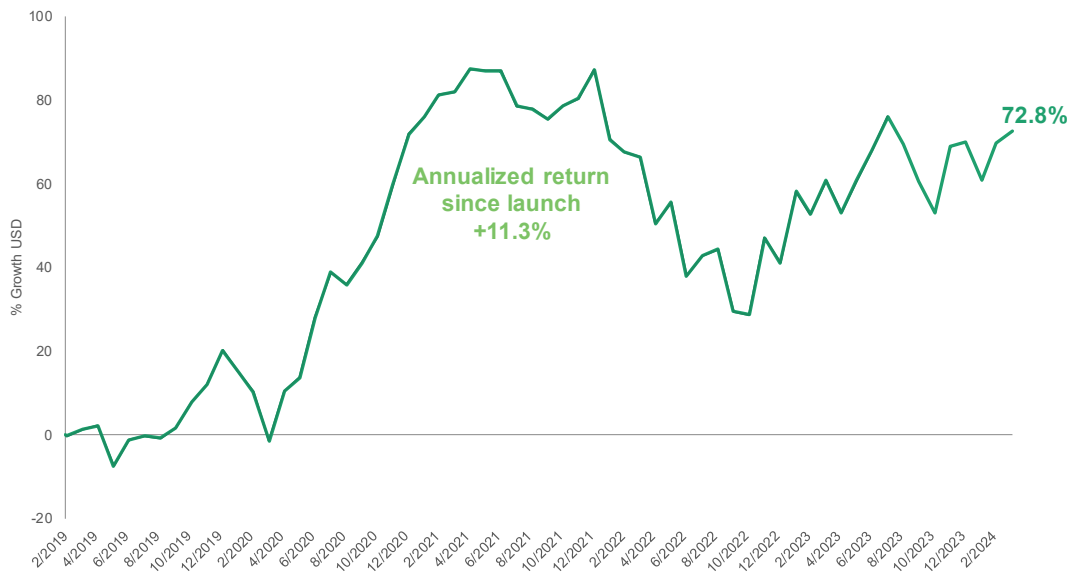


Source: WSTS, Bernstein Analysis, as at 29 Feb 2024

Combat volatility with a flexible multi-asset approach

- While the Fund focuses on stocks, it can flexibly allocate to fixed income securities when market conditions become unfavorable to increase the defensiveness of the portfolio.
- The Fund is managed by an award-winning team of about 50 on-the-ground investment professionals focusing on Greater China and Asia investments, with in-depth knowledge of sectors and markets in the region.

Value Partners Asian Innovation Opportunities Fund



Source: Value Partners, as at 31 Mar 2024

Value Partners Asian Innovation Opportunities Fund (Class A USD Unhedged Acc) was launched on 26 February 2019. Performance in USD, NAV to NAV, with dividends reinvested and net of all fees. Calendar year return of Class A USD Unhedged Acc: 2019 (since inception): +20.2%; 2020: 43%; 2021: 9.0%; 2022 : -24.7%; 2023 : 20.5%; 2024 (YTD): +1.6%.



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Access the latest fund information[^] and market updates!

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* The Fund is one of the eligible collective investment schemes for the purpose of the New Capital Investment Entrant Scheme (New CIES) in Hong Kong with effect from 1 March 2024.

[^] Fund information refers to Value Partners' funds authorized by the Securities and Futures Commission of Hong Kong. Authorization does not imply official recommendation.

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