# Value Partners Fund Series II
# Value Partners Global Short Duration Investment Grade Bond Fund

**NAV per unit : Class I USD Acc - USD10.152**
**Fund size : USD30.6 million**

Value Partners
Since 1993

CIES Eligible△

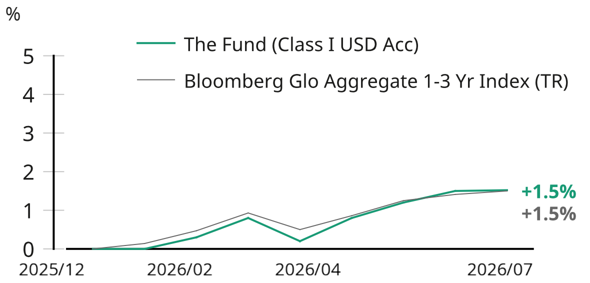
July 2026

- Value Partners Global Short Duration Investment Grade Bond Fund (the "Fund") primarily invests in fixed income securities issued or traded in the global fixed income securities markets (including certificate of deposits, bonds, convertible bonds, fixed income securities with loss-absorption features, asset-backed securities and "Dim Sum" bonds, i.e. bonds issued outside China but denominated in RMB) which (or the issuers of which) are rated Investment Grade, with duration of each of such securities no longer than 3 years.
- The Fund may invest globally without geographical restrictions but may invest significantly in any one region or country or any one industry sector, and is therefore likely to be more volatile than a broad-based fund that adopts a more diversified strategy.
- The Fund may invest in emerging markets. 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. Adverse development in such region may affect the value of the underlying securities in which the Fund invests.
- The "Dim Sum" bond market is still a relatively small market which is more susceptible to volatility and illiquidity. The operation of the "Dim Sum" bond market as well as new issuances could be disrupted causing a fall in the NAV of the Sub-Fund should there be any promulgation of new rules by the relevant regulator(s).
- The Fund may invest in high yielding securities which may be unrated or below investment grade 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.
- The Fund may invest in reverse repurchase transactions and repurchase transactions, both of which are subject to the risk of loss as difficulty in realizing collateral, or inaccurate pricing of the collateral or market movements resulting in proceeds from the sale of the collateral to be less than the cash placed with the counterparty.
- In respect of the distribution shares 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 share of the Fund.
- You should not make investment decision on the basis of this marketing material alone. Please read the explanatory memorandum for details and risk factors.

## Investment objective

The investment objective of the Sub-Fund is to maximise the total return by primarily investing in a portfolio of investment grade short-term fixed income securities issued globally with an average duration across the portfolio of not more than 3.5 years.

## Performance since launch




## Performance update

| | The Fund (Class I USD Acc) |
|---|---|
| Year-to-date | +1.5% |
| One month | +0.0% |
| One year | N/A |
| Three years | N/A |
| Five years | N/A |
| Total return since launch | +1.5% |
| Annualized return since launch ^ | N/A |

## Top holdings[2]

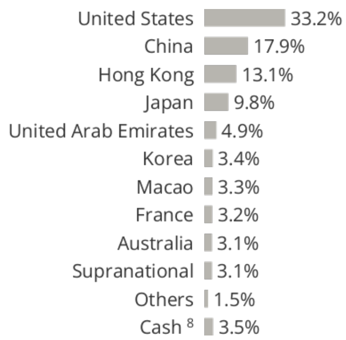
| Name | Sector[3] | % |
|---|---|---|
| United States Treasury Note/Bond 4.25% 6/30/2029 | Government | 9.8 |
| Ginnie Mae II Pool MB0485 | Mortgage Backed Securitie | 7.9 |
| Bauhinia ILBS 2024-1 D | Asset Backed Securities | 6.6 |
| United States Treasury Bill 0.00% 8/4/2026 | Government | 4.9 |
| Soar Wise Ltd 4.47% 3/28/2030 | Financials | 3.5 |

*These securities constitute 33% of the Fund.*

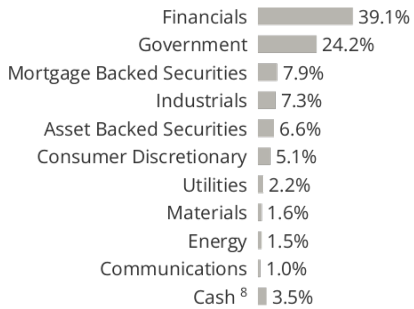
## NAVs & codes

| Classes [1] | NAV | ISIN | Bloomberg |
|---|---|---|---|
| Class I USD Acc | 10.152 | HK0001236022 | VPFGSIN HK |

## Geographical exposure [7]




## Sector exposure [3] [7]




## The Fund – Class I USD Acc: Monthly performance

| Year | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | Annual |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 2025 | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | +0.0% | **+0.0%** |
| 2026 | +0.3% | +0.5% | -0.6% | +0.6% | +0.4% | +0.3% | +0.0% | | | | | | **+1.5%** |

*△ 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.*

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

## Portfolio characteristics

| | The Fund (Class I USD Acc) |
|---|---|
| Annualized volatility (3 years) [4] | N/A |
| Weighted modified duration [5] | 2.3 years |
| Yield to worst [6] | 5.0% |
| Number of bond issuers | 30 |

## Credit ratings [9]

| | |
|---|---|
| Investment grade | 87.6% |
| Non-rated [9] | 8.9% |
| Average credit rating [10] | A+ |

## Currency breakdown

| | |
|---|---|
| USD | 100.0% |

## Fund facts

| | |
|---|---|
| Manager: | Value Partners Hong Kong Limited |
| Base currency: | USD |
| Trustee: | CMB (HK) Trustee Company Limited |
| Custodian: | Industrial Bank Co., Ltd., Hong Kong branch |
| Launch date: | 22 December 2025 – Class I Units |
| Dealing frequency: | Daily |

## Fee structure & Subscription information

| | Class I |
|---|---|
| Minimum subscription | USD30,000,000 or equivalent |
| Minimum subsequent subscription | USD30,000,000 or equivalent |
| Subscription fee | Nil |
| Redemption fee | Nil |
| Management fee | 0.8% p.a. |
| Performance fee | N/A |

## Senior investment staff

**Senior Investment Director:** Norman Ho, CFA
Fixed income investment team:
**Head of Fixed Income:** Shaojun CAI, CFA
**Head of Credit Research & Strategy:** Anna Ho
**Investment Director, Fixed Income:** HOU Ke
**Senior Fund Manager:** Danielle Li

*Source: CMB (HK) Trustee Company 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.*
***1.** 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. **2.** Only debt securities including convertible bonds are stated in the top holdings table. **3.** Classification is based on Bloomberg Industry Classification Standard (BICS). **4.** Volatility is a measure of the theoretical risk in terms of standard deviation, based on monthly return over the past 3 years. **5.** The weighted modified duration represents the average modified duration of the portfolio of the underlying bonds weighted by reference to their market value. **6.** Investors should note that Yield to worst is for reference only and does not represent the actual performance of the Fund or the dividend yield received by investors, nor does a positive yield imply a positive return. **7.** 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. **8.** Cash includes receivables and payables (except cash for collaterals and margins). **9.** The highest credit rating assigned by internationally recognised rating agencies will be used for fixed income securities. Issuer rating may be used for unrated securities. Unrated bonds are fixed-income instruments for which neither the securities themselves nor their issuers have been assigned a credit rating by the internationally recognised rating agencies. However, they may be rated by local PRC credit rating agencies. **10.** The weighted average credit rating is derived by taking the weighted average of the credit rating for each underlying bond in the portfolio. Issuer rating may be used for unrated securities. The average credit rating is determined by assigning a sequential integer to all credit ratings from AAA (highest) to D (lowest), taking a simple, asset-weighted average of debt holdings by market value and rounding to the nearest rating. As the risk of default increases disproportionately as a bond's rating decreases, the simple weighted average of credit ratings is not a statistical measurement of the portfolio's default risk. **11.** For Hong Kong investors only.*
*Investors should note investment involves risk and past performance is not indicative of future results. Investors should refer to the explanatory memorandum for details and risk factors in particular those associated with investment in emerging markets, non-investment grade and unrated debt securities. 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.*
*This document has not been reviewed by the Securities and Futures Commission of Hong Kong. Issuer: Value Partners Hong Kong Limited.*