

# Value Partners Health Care Fund

A Sub-Fund of Value Partners Ireland Fund ICAV

A UCITS-Compliant Fund <sup>1</sup>

NAV per unit: Class A USD Unhedged - USD17.04

Fund size : USD58.1 million



Morningstar Rating <sup>TM</sup>  
As at 31-10-2020

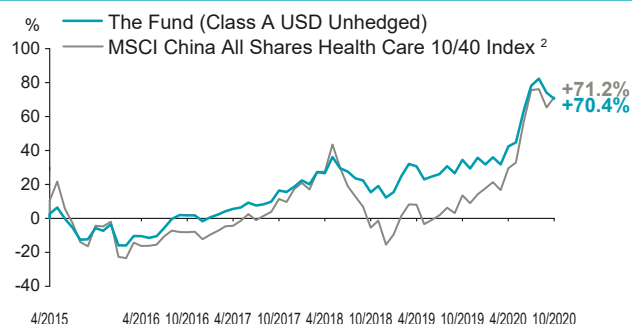
October 2020

- Value Partners Health Care Fund (the "Fund") primarily invests in equities and equity-related securities in healthcare companies on a worldwide basis.
- The investments of the Fund are concentrated in the health care sector which are subject to greater influences from government policies and regulations than those of other industries. The value of the Fund may be more volatile than that of a fund having a more diverse portfolio of investments.
- Investing in PRC market exposes the Fund to additional risks including currency repatriation risk, uncertainty of taxation policies and risk associated with StockConnects. The Fund may also expose to RMB currency and conversion risk.
- Investing in small/mid-capitalization securities may have lower liquidity and their prices are more volatile to adverse economic developments.
- The Fund may also invest in derivatives and debt securities that are below investment grade or unrated which can involve material risks, e.g. counterparty default risk, insolvency or liquidity risk, and may expose the Fund to significant losses.
- You should not make investment decision on the basis of this marketing material alone. Please read the prospectus for details and risk factors.

## Investment objective

The Fund aims to achieve long-term capital growth by investing primarily in equities and equity related securities in healthcare companies, such as pharmaceuticals, biotechnology, healthcare services and medical technology and supplies, on a worldwide basis.

## Performance since launch



## Performance update

	Class A USD Unhedged	MSCI China All Shares Health Care 10/40 Index <sup>2</sup>
One month	-2.0%	+3.6%
Three months	-4.3%	-2.5%
Six months	+19.8%	+32.4%
Year-to-date	+25.7%	+50.2%
One year	+26.9%	+51.0%
Three years	+46.6%	+53.9%
Total return since launch	+70.4%	+71.2%
Annualized return since launch <sup>^</sup>	+10.0%	+10.1%

## Top holdings

Name	Industry <sup>3</sup>	%
Jiangsu Hengrui Medicine Co Ltd	Pharmaceuticals, biotechnology & life sciences	9.6
Sino Biopharmaceutical Ltd	Pharmaceuticals, biotechnology & life sciences	7.3
CSPC Pharmaceutical Group Ltd	Pharmaceuticals, biotechnology & life sciences	6.9
Shenzhen Mindray Bio-Medical Electronics Co Ltd	Health care equipment & services	6.4
Yunnan Baiyao Group Co Ltd	Pharmaceuticals, biotechnology & life sciences	5.1

These securities constitute 35% of the Fund.

## Portfolio characteristics

As at 30 Oct 2020 <sup>4</sup>

Price/earnings ratio	19.4 times
Price/book ratio	2.9 times
Portfolio yield	1.6%

	Class A USD Unhedged	MSCI China All Shares Health Care 10/40 Index <sup>2</sup>
Annualized volatility (3 years) <sup>5</sup>	16.6%	26.4%

## Geographical exposure by listing <sup>6</sup>

China A-shares	44%
Hong Kong	33%
Red Chips	7%
H-shares	4%
Cash <sup>7</sup>	12%

## NAVs & codes

Classes	NAV	ISIN	Bloomberg
Class A USD Unhedged	17.04	IE00BSM8VZ90	VPHCUAU ID
Class A HKD Unhedged	16.65	IE00BSM8VQ00	VPHCUAH ID
Class A SGD Unhedged	12.55	IE00BSM8VV52	VPHCUAS ID

## The Fund – Class A USD Unhedged: Monthly performance from 2 Apr 2015 to 30 Oct 2020

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual
2015	N/A	N/A	N/A	+2.5%	+3.6%	-6.2%	-5.3%	-7.5%	+0.3%	+7.5%	-1.7%	+4.1%	-3.7%
2016	-12.9%	-0.1%	+6.7%	-0.1%	-1.1%	+1.1%	+5.5%	+5.6%	+2.3%	-0.2%	+0.0%	-3.4%	+1.9%
2017	+2.3%	+1.6%	+2.0%	+1.3%	+0.8%	+2.7%	-1.6%	+0.7%	+1.5%	+5.9%	-0.7%	+2.7%	+20.8%
2018	+3.1%	-1.9%	+6.0%	-0.6%	+7.6%	-4.9%	-1.5%	-3.1%	-1.0%	-5.7%	+3.2%	-5.7%	-5.4%
2019	+2.9%	+8.1%	+5.9%	-1.1%	-5.9%	+1.4%	+1.1%	+3.7%	-3.2%	+6.3%	-3.8%	+5.0%	+21.0%
2020 (YTD)	-2.9%	+3.2%	-3.1%	+8.1%	+1.7%	+12.7%	+9.2%	+2.4%	-4.6%	-2.0%			+25.7%

<sup>^</sup> Annualized return is calculated from inception based on published NAV.

## Fund facts

Manager:	Value Partners Hong Kong Limited
Base currency:	USD
Launch date:	Class A USD Unhedged/HKD Unhedged - 2 Apr 2015 Class Z RMB (CNH) Unhedged - 2 Apr 2015 Class A SGD Unhedged - 19 Jun 2018
Dealing frequency:	Daily, Cutoff time 11:59am Irish time
Legal status:	Authorized by the Central Bank of Ireland as an undertaking for collective investment in transferable securities pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 <sup>1</sup>
Depository:	HSBC France, Dublin Branch
Reporting:	www.valuepartners-group.com

## Fee structure

	Class A	Class Z RMB (CNH)
Minimum subscription:	USD10,000 / SGD10,000	RMB10,000,000
Initial subscription fee:	Up to 5% of issue price	
Management fee:	1.5% p.a.	1.0% p.a.
Performance fee <sup>8</sup> :	15% of profit (high-on-high)	
Redemption fee:	Currently nil	

Source: HSBC Institutional Trust Services (Ireland) DAC 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](mailto:fis@vp.com.hk).

\* © Morningstar 2020. 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. Value Partners Health Care Fund is a sub-fund of Value Partners Ireland Fund ICAV (formerly Value Partners Ireland Fund plc), is an umbrella scheme with segregated liability between sub-funds authorised by the Central Bank of Ireland ("Central Bank") as an undertaking for collective investment in transferable securities pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011. The ICAV is authorised and supervised by the Central Bank. Authorisation by the Central Bank shall not constitute a warranty as to the performance of the ICAV and the Central Bank shall not be liable for the performance or default of the ICAV. 2. With effect from 9 October 2020, the Fund uses MSCI China All Shares Health Care 10/40 Index instead of CSI 300 Index and Hang Seng China Enterprises Index for performance comparison purpose. 3. Classification is based on Global Industry Classification Standard (GICS). 4. 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. 5. Volatility is a measure of the theoretical risk in terms of standard deviation, based on monthly return over the past 3 years. 6. 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. 7. Cash includes receivables and payables (except cash for collaterals and margins). 8. Performance fee will only be charged if the NAV at the end of the financial year or upon realization of units exceeds the "high watermark", which is the all-time year-end high of the Fund's NAV. 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).

No investor should subscribe to the Fund without having read the Prospectus, Supplement and Key Investor Information Documents (in English) which are available at [www.valuepartners-group.com](http://www.valuepartners-group.com).

Recipients of this document who intend to subscribe for the Fund following publication of the Prospectus, Supplement and Key Investor Information Document are reminded that any such application may only be made on the basis of the information contained in the final Prospectus, Supplement and Key Investor Information Documents which may be different from the information contained in this document which may be subject to updating, amendment and/or completion.

No reliance may be placed for any purpose whatsoever on the information contained in this document or on its completeness. No representation or warranty, express or implied, is given by the promoter of the Fund as to the accuracy of the information or opinions contained in this document and no liability is accepted for any such information or opinions.

Investors should note that the Fund is not a guaranteed fund. Value of investment in the Fund can go down as well as up and return upon such investment will therefore necessarily be variable. Neither past experience nor the current situation are necessarily accurate guides to the future. Past performance may not be a reliable guide to future performance. Income may fluctuate in accordance with market conditions and taxation arrangements. Changes in exchange rates may have an adverse effect on the value price or income of the Fund. Investors should also be aware that the Fund may be subject to sudden and large falls in value, in which case investors could lose the total value of their initial investment. 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.

For UK investors: The promotion of the Fund and the distribution of this document in the United Kingdom is accordingly restricted by law. This document is being issued in the United Kingdom by Value Partners Hong Kong Limited, and/or is directed at, persons to or at whom it may lawfully be issued or directed under the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 including persons who are authorised under FSMA ("authorised persons"), certain persons having professional experience in matters relating to investments, high net worth companies, high net worth unincorporated associations or partnerships, trustees of high value trusts and persons who qualify as certified sophisticated investors. Units in the Fund are only available to such persons in the United Kingdom and this document must not be relied on or acted upon by any other persons in the United Kingdom. In order to qualify as a certified sophisticated investor a person must a) have a certificate in writing or other legible form signed by an authorised person to the effect that he is sufficiently knowledgeable to understand the risks associated with a particular type of investment and b) have signed, within the last 12 months, a statement in a prescribed form declaring, amongst other things, that he qualifies as a sophisticated investor in relation to such investments. This document is exempt from the general restriction in Section 21 of FSMA on the communication of invitations or inducements to engage in investment activity on the grounds that it is being issued to and/or directed at only the types of person referred to above. The content of this document has not been approved by an authorised person and such approval is, save where this document is directed at or issued to the types of person referred to above, required by Section 21 of FSMA. For the avoidance of doubt, this document is not directed at retail clients.

This document is being distributed by Value Partners (UK) Limited ("VPUK"). VPUK is authorised and regulated by the Financial Conduct Authority. This document is intended for distribution only to professional clients (as defined in the Markets in Financial Instruments Directive 2004/39/EC) and is not intended for distribution to retail investors.

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