# **Chinese Mainland Focus Fund**

## A Sub-Fund of Value Partners Intelligent Funds

NAV per unit: Class A - USD100.27 **Fund size** : USD270.4 million



As at 31-05-2021





- Chinese Mainland Focus Fund (The "Fund") invests primarily in investments which are related to mainland China.
- The Fund invests in China-related companies which involve certain risks not typically associated with investment in more developed markets, such as greater political, tax, economic, foreign exchange, liquidity and regulatory risks.
- The Fund is also subject to concentration risk due to its concentration in China-related companies. Adverse development in such region may affect the value of the underlying securities in which the Fund invests.
- · Investing in China exposes the Fund to additional risks including currency repatriation risk, uncertainty of taxation policies and risk associated with StockConnects, RQFII Quota, SME board, ChiNext market and/or the STAR board. 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.
- · It is possible that the entire value of your investment could be lost. 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 achieve medium to long-term capital appreciation by focusing on investments related to mainland China. This includes RMB-denominated corporate and government bonds, listed or unlisted shares issued by companies whose assets and/or revenues are principally denominated in RMB and/or whose costs or liabilities are principally denominated in US dollars. The investable universe can also cover A, B and H-shares.

## Performance since launch



## Performance update

	(Class A)	(Total Net Return) 1
Year-to-date	-1.2%	+1.7%
One month	+1.5%	+0.8%
One year	+60.9%	+38.7%
Three years	+68.6%	+27.3%
Five years	+191.7%	+117.5%
Total return since launch	+902.7%	+687.9%
Annualized return since launch ^	+14.1%	+12.5%

#### **NAVs & codes**

Classes <sup>2</sup>	NAV	ISIN	Bloomberg
Class A	100.27	KYG9317Q1120	VAPAICM KY
Class A HKD	9.75	KYG9317Q2037	VACMFHA KY
Class A AUD Hedged	9.72	KYG9317Q2110	VACMFAA KY
Class A CAD Hedged	9.74	KYG9317Q2292	VACMFAH KY
Class A GBP Hedged	9.73	KYG9317Q2375	VACMFGA KY
Class A NZD Hedged	9.71	KYG9317Q2458	VACMFAZ KY
Class Z USD	10.17	KYG9317Q2607	VACMFZU KY

## The Fund - Class A: Monthly performance from 1 Jan 2012 to 31 May 2021

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Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual
2012	+6.7%	+6.8%	-5.7%	+1.4%	-8.6%	-3.5%	-2.7%	+0.7%	+5.5%	+4.5%	+1.4%	+6.0%	+11.6%
2013	+8.1%	-3.2%	-3.3%	-0.1%	+0.4%	-8.8%	+2.4%	+4.5%	+2.9%	+4.1%	+4.5%	-2.3%	+8.3%
2014	-5.7%	-1.7%	-2.4%	-1.8%	+1.4%	+4.0%	+7.7%	+0.4%	-2.0%	+2.8%	+1.8%	+6.5%	+10.6%
2015	-0.5%	+1.6%	+6.4%	+19.4%	+3.3%	-6.8%	-13.0%	-12.9%	+0.3%	+7.9%	-1.5%	+1.8%	+1.7%
2016	-19.9%	-0.8%	+9.8%	-1.9%	-2.7%	-0.4%	+7.0%	+3.5%	+1.4%	-0.9%	+2.4%	-5.0%	-10.3%
2017	+7.9%	+3.2%	+3.5%	+1.8%	+2.8%	+4.9%	+9.8%	+3.2%	+2.2%	+4.9%	+3.0%	+1.9%	+61.2%
2018	+9.4%	-7.0%	-4.8%	-2.7%	+5.6%	-8.2%	-2.9%	-8.8%	-0.8%	-11.8%	+6.7%	-5.2%	-28.3%
2019	+9.6%	+7.0%	+2.1%	+1.6%	-12.0%	+10.6%	+0.5%	-4.8%	+3.4%	+4.4%	-0.0%	+11.8%	+36.6%
2020	-4.4%	+8.0%	-8.1%	+8.5%	+3.6%	+11.7%	+14.8%	+2.1%	-3.4%	+5.2%	+5.1%	+16.5%	+73.6%
2021 (YTD)	+4.1%	-2.9%	-9.0%	+5.8%	+1.5%								-1.2%

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

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#### Top holdings

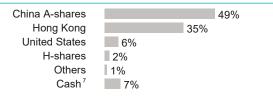
Name	Industry <sup>3</sup>	%
Tencent Holdings Ltd	Media & entertainment	8.6
Shanghai Milkground Food Tech Co Ltd	Food, beverage & tobacco	4.7
Centre Testing International Group Co Ltd	Commercial services & supplies	3.8
Li Ning Co Ltd	Consumer durables & apparel	3.7
Guangdong Haid Group Co Limited	Food, beverage & tobacco	3.5
Midea Group Co Ltd	Consumer durables & apparel	3.4
ANTA Sports Products Ltd	Consumer durables & apparel	3.0
Jiangsu Hengrui Medicine Co Ltd	Pharmaceuticals, biotechnology & life sciences	3.0
Shenzhen Mindray Bio- Medical Electronics Co Ltd	Health care equipment & services	3.0
Innovent Biologics Inc	Pharmaceuticals, biotechnology & life sciences	2.9

These securities constitute 40% of the Fund

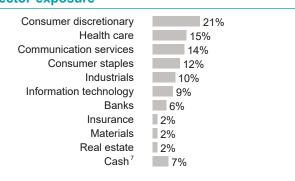
#### Portfolio characteristics

As at 31 May 2021 4		
Price/earnings ratio		26.3 times
Price/book ratio		4.0 times
Portfolio yield		1.1%
	The Fund (Class A)	MSCI China Index (Total Net Return) <sup>1</sup>
Annualized volatility (3 years) 5	25.7%	20.2%

## Geographical exposure by listing 6



# Sector exposure 3, 6



#### **Fund facts**

Manager: Value Partners Limited

Base currency: USD

HSBC Trustee (Cayman) Limited Trustee:

Custodian: HSBC Institutional Trust Services (Asia) Limited Launch date:

Class A - 27 Nov 2003 Class A HKD - 26 Feb 2021

Class A AUD Hedged - 26 Feb 2021 Class A CAD Hedged - 26 Feb 2021 Class A GBP Hedged - 26 Feb 2021 Class A NZD Hedged - 26 Feb 2021 Class Z USD - 03 May 2021

#### Fee structure

	Class A	Class Z
Minimum subscription	USD10,000 or equivalent	USD10,000,000 or equivalent
Minimum subsequent subscription	USD5,000 or equivalent	USD100,000 or equivalent
Subscription fee	Up to 5%	Up to 5%
Management fee	1.25% p.a.	0.75% p.a.
Performance fee 8	15% of profit (High-on-high principle)	15% of profit (High-on-high principle)
Redemption fee	Nil	Nil
Dealing day	Daily	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

## **Key awards**



Best Total Return - Greater China Equity (5-Year, 2<sup>nd</sup> Runner-up) <sup>9</sup>

HKCAMA & Bloomberg, Offshore China Fund Awards 2020

Best China Equity Fund (10-year) 10

~ Thomson Reuters Lipper Fund Awards 2018

Scan QR code for fund documents11:



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.

request to email fis@vp.com.hk.

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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.