This announcement is made by Value Partners Group Limited (the “Company”, together with its subsidiaries, the “Group”) pursuant to Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Cap. 571) (the “SFO”) and Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”).

The board of directors of the Company (the “Board”) wishes to inform shareholders of the Company (the “Shareholders”) and potential investors that, based on preliminary review of the latest available financial information, the Company may report a substantial decrease in its earnings for the current financial period. Consolidated profit attributable to owners of the Company is expected to be no more than HK$5 million for the six months ended 30 June 2016 (unaudited estimate), compared with a profit of HK$445.7 million in the same period last year.

Operating profit before other gains or losses (see note (ii) below), which reflects the Group’s core business, is expected to stand at about HK$110 million, compared with HK$361.7 million a year earlier (due to note (i) below).

The expected decline in consolidated profit attributable to owners of the Company is mainly attributable to:

(i) a substantial reduction in performance fee income as returns of most of the relevant funds under management did not surpass their previous high watermarks or benchmarks as at 30 June 2016. Since performance fees for most of our major own branded funds are crystallized at the end of the year, performance of our funds in the second half of the year would determine if we can collect further performance fees in 2016; and

(ii) net fair value losses of the Group’s investments which include seed capital investments, investments in its own funds and other investments. The loss amounted to about HK$90 million in the first half of 2016, compared to a gain of HK$126.0 million a year earlier, mainly as a result of the weak China-related stockmarkets during the subject period.
This announcement is only based on a preliminary review of the unaudited consolidated financial statements of the Group for the six months ended 30 June 2016, which have not yet been finalized and are subject to the review of the Company and its auditor.

**Shareholders of the Company and potential investors should exercise caution when dealing in the shares of the Company.**

By order of the board of  
**Value Partners Group Limited**  
**TSE Wai Ming, Timothy**  
*Chief Executive Officer and Executive Director*

Hong Kong, 8 July 2016

*As of the date of this Announcement, our Directors are Dato’ Cheah Cheng Hye, Ms. Hung Yeuk Yan Renee, Mr. So Chun Ki Louis and Mr. Tse Wai Ming, Timothy as Executive Directors and Dr. Chen Shih Ta Michael, Mr. Lee Siang Chin and Mr. Nobuo Oyama as Independent Non-executive Directors.*