

- Value Partners Classic Fund (the "Fund") primarily invests in markets in the Asia-Pacific region, with a focus on Greater China.
- The Fund invests in China-related companies and emerging markets that 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 the Asia-Pacific region, particularly China-related companies. The value of the Fund is extremely volatile and can decrease substantially within a short period of time. It is possible that the entire value of your investment could be lost.
- The Fund may also invest in derivatives which can involve material risks, such as counterparty default risk, insolvency, or liquidity risk, potentially exposing the Fund to significant losses.
- In regards to the distribution units for the Fund, the Manager currently intends to make a 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 the capital of the Fund. Investors should note that when the payment of distributions are paid out of capital, this represents and amounts to a return or withdrawal of part of the amount that you originally invested (or capital gains attributable to that) and may result in an immediate decrease in the value of units.
- You should not make investment decisions on the basis of this material alone. Please read the explanatory memorandum for details and risk factors.

【For Immediate Release】

Value Partners Classic Fund wins Golden Bull Overseas China Equity Fund award

(Hong Kong, 25 August, 2020) – Value Partners Classic Fund ("the Fund"), managed by Value Partners Hong Kong Limited, was named "Golden Bull Overseas China Equity Fund – One Year" at the 2020 Golden Bull Asset Management Summit and the Fourth China Overseas Fund Golden Bull Awards Ceremony held in Shanghai on 22 August, 2020.

As the most authoritative and influential awards ceremony in China's capital market, the **Golden Bull Awards series** was established in 1998 by **China Securities Journal**. It covers all of the major capital market sectors, including public funds, private securities funds, overseas funds, banks, securities firms, listed companies, and private equity investments.

The "Golden Bull Overseas China Equity Fund" award is presented to fund products, fund management institutions, and related fund managers who have raised capital from both public and private overseas sectors. The award honors the long-term and stable performance profitability of institutions and fund managers, while also taking into account the fund performance and risk management capability of fund institutions and fund managers in the medium to long-term (one to three years). The key indicators for risk management include maximum withdrawal and downside risk.

Launched in April 1993, Value Partners Classic Fund has weathered several financial crises over the past 27 years and has one of the longest equity fund track records in the Asia-Pacific region. Since its inception, the Fund has achieved a cumulative return of 3,923%,¹ with an annualized return of 14.5%,¹ and has been awarded a number of annual performance titles by industry experts in Asia. Value Partners Classic Fund primarily invests in Asian stocks, with a focus on the

Greater China market. The investment objective of the Fund is to achieve sustainable returns by analyzing the fundamentals of investments which have the potential to grow in value, and of stocks that are trading at significant discounts to their intrinsic value.

Founded in 1993, and having opened an office in Shanghai in 2009, Value Partners was one of the first foreign asset managers to enter the mainland Chinese market. In November 2017, Value Partners' wholly-owned subsidiary in Shanghai obtained a China onshore private fund management license ("PFM"). As the first Hong Kong-based asset manager to be granted the license, Value Partners has launched a total of 11 onshore PFM products as of July 2020, which further consolidates our strength in providing quality global investment solutions to mainland investors and high-net-worth individuals.

Value Partners Classic Fund was given northbound approval by the China Securities Regulatory Commission under the Mainland–Hong Kong Mutual Recognition of Funds ("MRF") scheme on 6 December, 2018. To distribute funds to mainland investors, Value Partners appointed **Tianhong Asset Management Co. Ltd**, one of the leading mutual fund management companies on the mainland, as the Fund's master agent under the MRF scheme.

Value Partners has long been committed to value investing. Conducting over 6,500 due diligence meetings each year, our 70-strong investment research team has developed financial models for over 1,200 listed companies. Not only does the team have an in-depth understanding of business fundamentals, they are able to precisely calculate intrinsic value and provide continuous tracking evaluation. Based on our bottom-up approach, Value Partners aims to be the trusted expert in value investing by identifying undervalued, high-quality companies with an ensured high margin.

-
1. Sources: Value Partners Investment Management (Shanghai) Limited. Fund performance refers to Value Partners Classic Fund (Class – A Units), which is calculated based on the period NAV-to-NAV in base currency with dividend reinvested and net of fees. Past performance is not indicative of future returns. Performance data is as of 31 July, 2020. Annual performance of Value Partners Classic Fund (A Units) in the last five years: 2015: -1.5%; 2016: -3.2%; 2017: +44.9%; 2018: -23.1%; 2019: +14.9%; 2020 (year to 31 July): +7.2%.

Investors are reminded that Value Partners Classic Fund (A Units) has one of the longest equity fund track records and broadly reflects the performance characteristics of Value Partners Classic Fund. However, Class A Units have not been approved by the China Securities Regulatory Commission for public sale in mainland China and past performance is for reference only. Value Partners has class P Units available to mainland investors who would like to invest in the fund.

- End -

About Value Partners Group Limited

Value Partners is one of Asia's largest independent asset management firms that seeks to offer world-class investment services and products. The firm's assets under management were US\$12.4 billion as

of 31 July, 2020. Since its establishment in 1993, the firm has been a dedicated value investor in Asia and around the world. In November 2007, Value Partners Group became the first asset management firm to be listed on the Main Board of the Hong Kong Stock Exchange (Stock code: 806 HK). In addition to its Hong Kong headquarters, the firm operates in Beijing, Shanghai, Shenzhen, Singapore, Malaysia, London, and Boston. Value Partners' investment strategies cover equities, fixed income, multi-asset, quantitative investment solutions, and alternatives for institutional and individual clients in Asia Pacific, Europe, and the United States. For more information, please visit www.valuepartners-group.com.

***Disclaimer:** The views expressed are the views of Value Partners Hong Kong Limited only and are subject to change based on market and other conditions. The information provided does not constitute investment advice and it should not be relied on as such. All material has been obtained from sources believed to be reliable as of the date of presentation, but its accuracy is not guaranteed. This material contains certain statements that may be deemed forward-looking statements. Please note that any such statements are not guarantees of any future performance and actual results or developments may differ materially from those projected. This material has not been reviewed by the Securities and Futures Commission of Hong Kong.*

Issuer: Value Partners Hong Kong Limited.

The source of all data and charts (unless otherwise noted): Value Partners Hong Kong Limited

Media enquiries:

Teresa Yu
Associate Director, Marketing and Communications
Email: teresayu@vp.com.hk
Tel: (852) 2143 0320

Daphne Duan
Manager, Marketing and Communications
Email: daphneduan@vp.com.hk
Tel: (852) 2143 0449