

Important Information

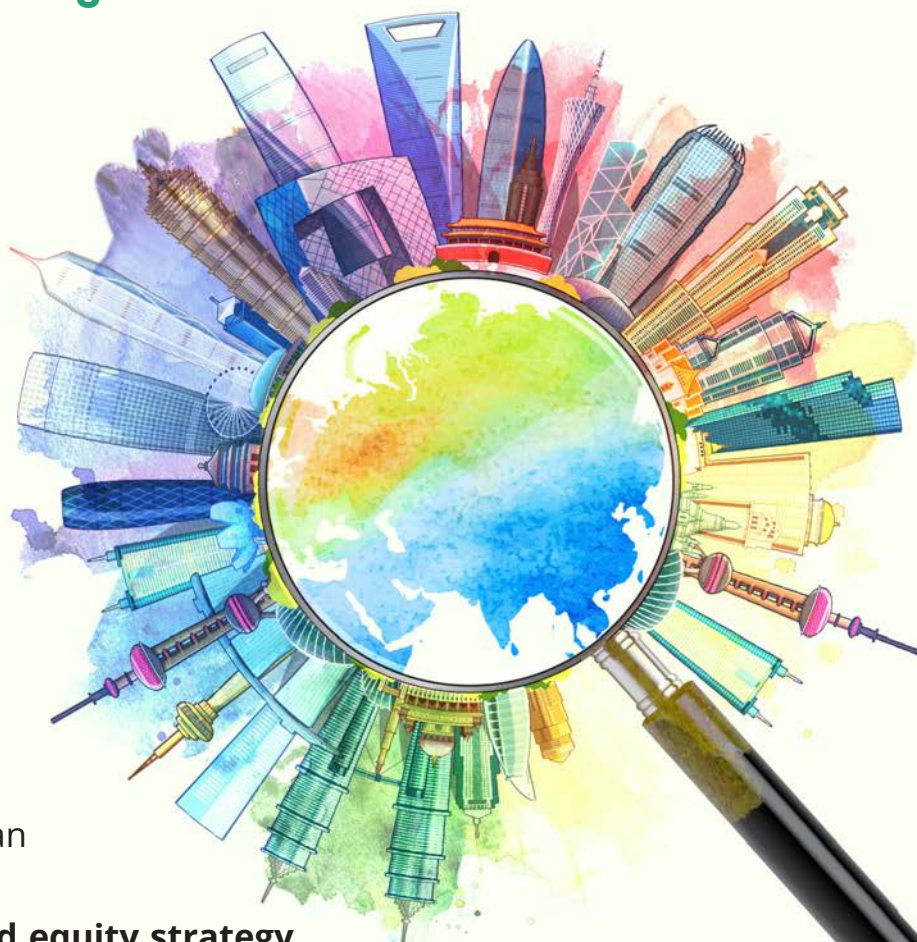
- I. Value Partners High-Dividend Stocks Fund (The "Fund") primarily invests in higher yielding debt and equity securities in the Asian region.
- II. The Fund may invest in higher-yielding debt and equity securities that are below investment grade. Such investments can involve greater risks due to the speculative nature.
- III. The Fund may invest in China and other markets of the Asian region, therefore is subject to emerging market risks. 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. The value of the Fund can be extremely volatile and could go down substantially within a short period of time. It is possible that the entire value of your investment could be lost.
- IV. The Fund may also invest in derivatives which can involve material risks, e.g. counterparty default risk, insolvency or liquidity risk, and may expose the Fund to significant losses.
- V. In respect of the distribution units 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 in the value of units.
- VI. You should not make investment decision on the basis of this material alone. Please read the explanatory memorandum for details and risk factors.

Q4 2023



Value Partners High-Dividend Stocks Fund

Over 20 years of outstanding track record



Ranked No.1 in the Asia ex-Japan Equity Fund category²

A proven flexible high-dividend equity strategy that rides through different market cycles

Targets to provide monthly income: **6.1% p.a.**³

(Dividend is not guaranteed and may be paid out of the capital. Please refer to Important Information V)

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Investment objective and strategy

The Fund aims to provide capital appreciation to unitholders by investing primarily in a portfolio of relatively higher yielding debt and equity securities in Asian region.

Without fixed geographical or sectoral weightings, the Fund invests in high income investments and can also flexibly allocate to different asset classes, e.g. commodities, collective investment schemes, derivatives and cash on ancillary basis, according to different market conditions.



Why invest in Value Partners High-Dividend Stocks Fund?

A proven flexible high-dividend equity strategy that rides through different market cycles

- Dividend income is a core return component when investing in Asia, with over 40% of the total return of Asian stocks coming from dividends since 2002
- The strategy focuses on companies with financial health, strong earnings growth, and stable cash flow, which can be translated into dividend and growth potential
- Focuses on bottom-up stock picking, which helps capture capital appreciation opportunities during potential market upturns: the Fund has ranked in the 1st quartile as of September 2023 when measured in different time periods, according to the Morningstar²

The Fund's excess returns over the MSCI AC Asia Ex Japan NR index as of September 2023 (cumulative basis)

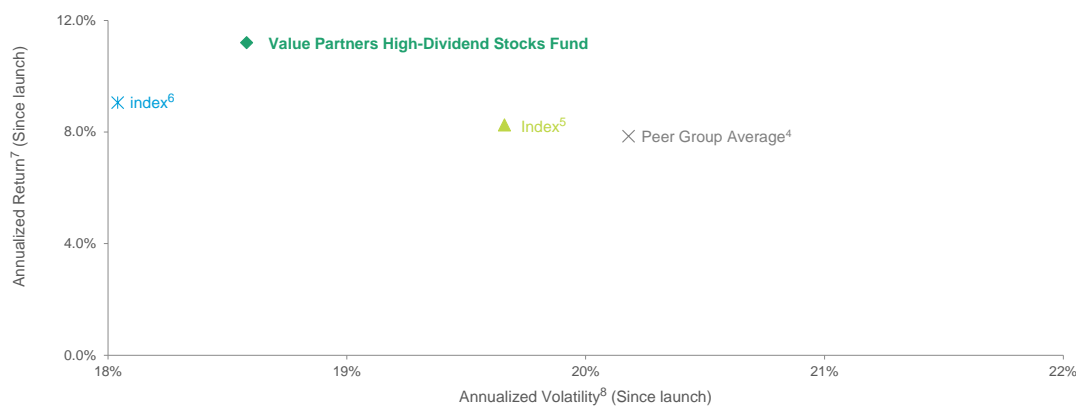


Source: FactSet, I/B/E/S, MSCI, Goldman Sachs Global Investment Research, as at 29 Sep 2023

Asia high-dividend strategies are resilient

- Since its inception, the Fund has ranked first in the Asia ex-Japan equity fund category⁴, with its risk-adjusted return leading its peers and several indices

The Fund's outperforming risk-reward profile



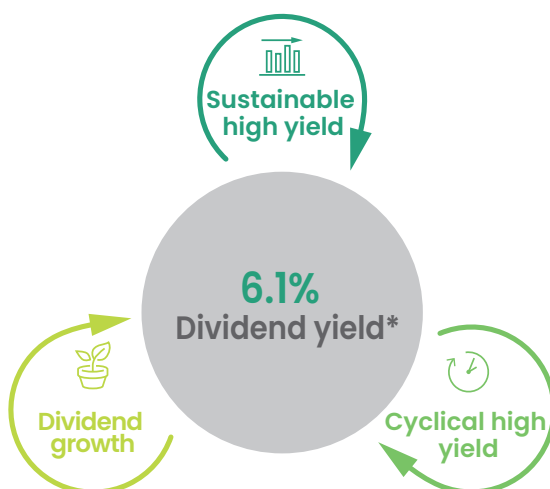
Source: Value Partners, as of 29 Sep 2023. Value Partners High-Dividend Stocks Fund ("the Fund") (Class A1 USD) was launched on 2 September 2002. Fund performance is net of all fees. Calendar year return of Class A1 USD in the past five calendar years: 2018: -14.2%; 2019: 14.9%; 2020: 13.9%; 2021: 3.5%; 2022: -18.9%; 2023 (YTD): 3.1%

4. Peer Group Average based on Morningstar Category of Asia ex-Japan Equity (HKSF) which includes all funds with performance history started between 2 September 2002 and 29 Sep 2023.
5. Index refers to MSCI AC Asia Pacific (ex-Japan) Index (Total Net Return) up to 30 April 2016, thereafter it is the MSCI AC Asia (ex-Japan) Index (Total Net Return) due to a change in investment profile. MSCI Total Net Return Indices takes into account of dividend reinvestment after deduction of withholding tax. 6. Index refers to MSCI AC Asia Pacific (ex-Japan) High Dividend Yield Index Total Net Return up to 30 Apr 2016, thereafter it is the MSCI AC Asia (ex-Japan) High Dividend Yield Index Total Net Return. 7. Annualized return and volatility are calculated from inception based on published NAV. 8. Volatility is a measure of the theoretical risk in terms of standard deviation; in general, the lower the number, the less risky the investment, and vice versa.

Targets to provide monthly income: 6.1% p.a.³

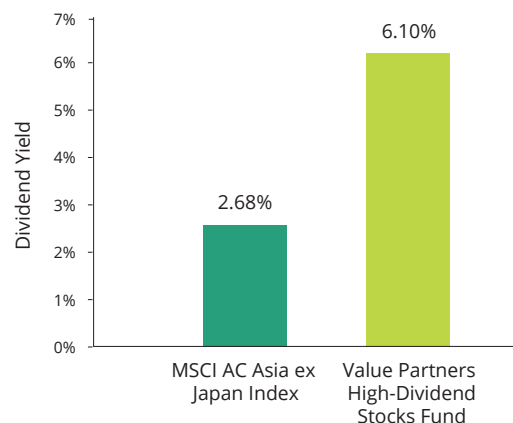
(Dividend is not guaranteed and may be paid out of the capital. Please refer to Important Information V)

- Aims to provide sustainable income on a monthly basis³, the Fund allocates to Asian high-dividend stocks between sustainable and cyclical companies
- The Fund also strategically seeks investment opportunities and captures growth potentials, focusing on stocks with a visible growth trajectory over the next few years



*Source: Value Partners annual estimates, as at 29 Sep 2023

Providing a more attractive yield than the market

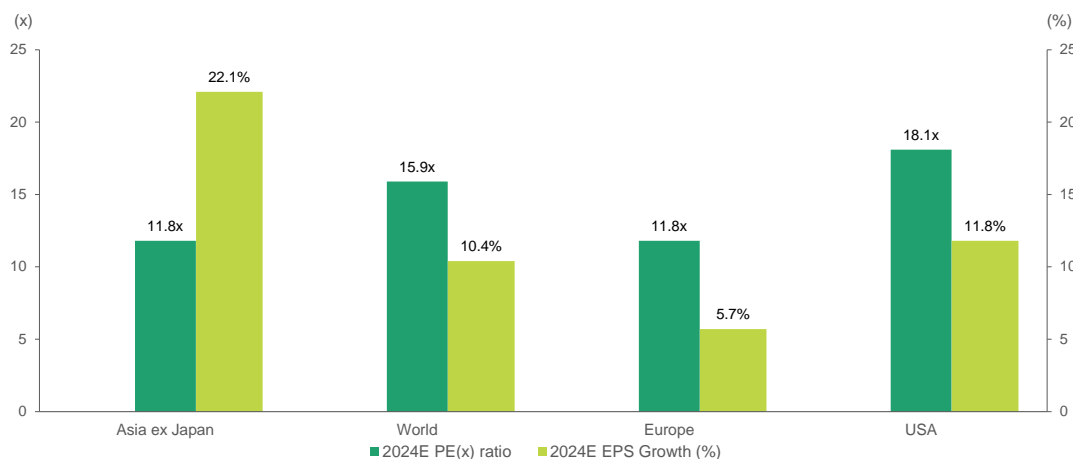


Source: MSCI, as at 29 Sep 2023

Undemanding valuations for long-term investors

- The dividend-focused strategy delivers a resilient performance under different market situations
- We believe the recent events reinforce the view that the "Fed put" is relevant. With the rate hike cycle coming to an end, companies that are trading at undemanding valuations with sustainable yields are more appealing
- Asia equities are trading at a discount to developed markets while maintaining decent earnings growth

Asia equities: undemanding valuations with decent earnings growth



Source: FactSet, I/B/E/S, MSCI, Goldman Sachs Global Investment Research, as at 29 Sep 2023



Key investment themes of the Fund

Key investment themes

- Seizing opportunities in Asia



Explore the Value Partners Website now!

Access the latest fund information[^] and market updates!

Follow us on



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[^] Fund information refers to Value Partners' funds authorized by the Securities and Futures Commission of Hong Kong. Authorization does not imply official recommendation.

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Investors should note investment involves risk. The price of units may go down as well as up and past performance is not indicative of future results. Investors should read the explanatory memorandum for details and risk factors in particular those associated with investment in emerging markets. 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. SFC authorization is not a recommendation or endorsement of a scheme nor does it guarantee the commercial merits of a scheme or its performance. It does not mean the scheme is suitable for all investors nor is it an endorsement of its suitability for any particular investor or class of investors. This material has not been reviewed by the Securities and Futures Commission of Hong Kong. Issuer: Value Partners Hong Kong Limited

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 material has not been reviewed by the Monetary Authority of Singapore.

www.valuepartners-group.com

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Value Partners High-Dividend Stocks Fund

NAV per unit: Class A1 USD - USD89.63 | Class A2 USD MDis - USD8.56
Fund size : USD1,345.1 million



★★★★
Morningstar Rating™
As at 31-01-2024

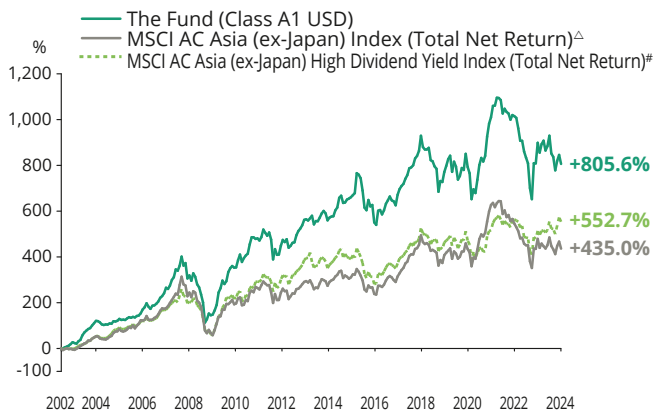
January 2024

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Investment objective

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Performance since launch



Performance update

	Class A1 USD	Class A2 USD MDis	Class A RMB Unhedged Acc	MSCI AC Asia (ex-Japan) Index (Total Net Return) ^Δ	MSCI AC Asia (ex-Japan) High Dividend Yield Index (Total Net Return) [#]
Year-to-date	-4.2%	-4.2%	-3.2%	-5.5%	-2.9%
One month	-4.2%	-4.2%	-3.2%	-5.5%	-2.9%
One year	-9.3%	-9.2%	-3.4%	-7.4%	+6.6%
Three years	-18.4%	-18.3%	-8.3%	-26.3%	+6.0%
Five years	+4.1%	+4.2%	+12.1%	+5.6%	+16.1%
Total return since launch	+805.6%	+50.1%	+59.4%	+435.0%	+552.7%
Annualized return since launch ^Δ	+10.8%	+3.6%	+4.8%	+8.1%	+9.2%

The Fund – Class A1 USD: Monthly performance from 1 Jan 2015 to 31 Jan 2024

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual
2015	+0.8%	+1.2%	+1.1%	+11.2%	-0.7%	-1.8%	-6.4%	-9.5%	-1.6%	+6.4%	-3.8%	+0.9%	-3.7%
2016	-10.5%	-1.7%	+9.7%	+0.4%	-2.7%	+2.6%	+4.1%	+2.0%	+2.3%	-2.2%	-0.6%	-2.3%	-0.2%
2017	+6.3%	+3.2%	+1.7%	+1.1%	+2.8%	+1.9%	+3.5%	+0.4%	+1.0%	+3.3%	+1.2%	+2.4%	+32.9%
2018	+6.8%	-4.8%	-1.1%	-0.0%	+0.8%	-5.5%	-0.5%	-2.4%	-1.2%	-11.3%	+6.0%	-0.5%	-14.2%
2019	+5.3%	+3.1%	+3.3%	+1.6%	-7.5%	+5.1%	-2.4%	-6.3%	+1.8%	+4.2%	-1.0%	+8.0%	+14.9%
2020	-6.1%	-3.0%	-13.1%	+5.8%	-2.1%	+7.5%	+7.7%	+3.5%	-1.7%	+2.7%	+9.0%	+5.5%	+13.9%
2021	+2.6%	+4.5%	+0.1%	+3.0%	-0.1%	-0.8%	-5.0%	+1.8%	-1.2%	-0.6%	-2.4%	+1.8%	+3.5%
2022	-0.4%	-0.7%	-4.1%	-5.1%	-0.0%	-4.7%	-2.8%	-2.7%	-11.9%	-6.1%	+20.9%	-0.1%	-18.9%
2023	+9.9%	-4.3%	+3.9%	+1.5%	-4.3%	+2.0%	+4.7%	-7.6%	-1.6%	-6.2%	+4.7%	+2.8%	+4.1%
2024 (YTD)	-4.2%												-4.2%

^Δ MSCI AC Asia Pacific (ex-Japan) Index (Total Net Return) was used up to 30 Apr 2016, thereafter it is the MSCI AC Asia (ex-Japan) Index (Total Net Return) due to a change in investment profile. MSCI (Total Net Return) Indices takes into account of dividend reinvestment after deduction of withholding tax.

[#] MSCI AC Asia Pacific (ex-Japan) High Dividend Yield Index (Total Net Return) was used up to 30 Apr 2016, thereafter it is the MSCI AC Asia (ex-Japan) High Dividend Yield Index (Total Net Return) due to a change in investment profile. MSCI (Total Net Return) Indices takes into account of dividend reinvestment after deduction of withholding tax.

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

Top holdings

Name	Industry ⁴	%
Samsung Electronics Co Ltd	Technology, hardware & equipment	8.3
Taiwan Semiconductor Manufacturing Co Ltd	Semiconductors & semiconductor equipment	7.5
China Telecom Corp Ltd	Telecommunication services	6.8
China Construction Bank Corp	Banks	3.7
China State Construction International Holdings Ltd	Capital goods	3.2
Sinopharm Group Co Ltd	Pharmaceuticals, biotechnology & life sciences	3.1
Kia Corp	Automobiles & components	2.5
China Railway Group Ltd	Capital goods	2.4
Far East Horizon Ltd	Diversified financials	2.4
Unimicron Technology Corp	Technology, hardware & equipment	2.2

These securities constitute 42% of the Fund.

Portfolio characteristics

As at 31 Jan 2024

Price/earnings ratio	5.9 times
Price/book ratio	0.6 times
Portfolio yield	5.5%

	Class A1 USD	Class A2 USD MDIs	Class A RMB Unhedged Acc	MSCI AC Asia (ex-Japan) Index (Total Net Return) ²	MSCI AC Asia (ex-Japan) High Dividend Yield Index (Total Net Return) ²
Annualized volatility (3 years) ⁵	19.3%	19.3%	15.4%	19.0%	15.6%

Geographical exposure by listing ⁶

H-shares	28%
South Korea	18%
Red Chips	14%
Hong Kong	13%
Taiwan	10%
India	8%
Indonesia	2%
Others	6%
Cash ⁷	1%

Sector exposure ^{4, 6}

Information technology	23%
Communication services	17%
Industrials	13%
Banks	11%
Consumer discretionary	9%
Other financials	8%
Insurance	5%
Health care	4%
Real estate	4%
Utilities	4%
Others	1%
Cash ⁷	1%

Fund facts

Manager:	Value Partners Hong Kong Limited
Base currency:	USD
Trustee:	HSBC Institutional Trust Services (Asia) Limited
Custodian:	HSBC Institutional Trust Services (Asia) Limited
Launch date:	2 Sep 2002
	- Class A1 USD
	28 Sep 2012
	- Class A2 USD MDIs
	23 Sep 2013
	- Class A2 HKD MDIs
	23 Sep 2013
	- Class A2 AUD/CAD/NZD Hedged MDIs
	20 Mar 2014
	- Class A RMB Unhedged Acc
	1 Sep 2014
	- Class A2 RMB Unhedged MDIs
	10 Sep 2014
	- Class A2 RMB Hedged MDIs
	11 Sep 2014
	- Class A RMB Hedged Acc
	12 Mar 2015
	- Class A2 GBP Hedged MDIs
	23 Jan 2017
	- Class A2 SGD Hedged MDIs
	2 Aug 2021
	- Class A HKD Hedged Acc
Dividend policy ³ :	Class A2 MDIs – aim at monthly distribution, subject to Manager's discretion
Dealing frequency:	Daily

Fee structure & Subscription information

	Class A1	Class A2 MDIs	Class A Acc
Minimum subscription	USD10,000 or HKD equivalent ²	USD10,000 / HKD80,000 / AUD10,000 / CAD10,000 / GBP10,000 / RMB60,000 / NZD10,000 / SGD10,000	HKD80,000 / RMB60,000
Minimum subsequent subscription	USD5,000 or HKD equivalent ²	USD5,000 / HKD40,000 / AUD5,000 / CAD5,000 / GBP5,000 / RMB30,000 / NZD5,000 / SGD5,000	HKD40,000 / RMB30,000
Subscription fee		Up to 5%	
Management fee		1.25% p.a.	
Performance fee ⁸		15% of profit (High-on-high principle)	
Redemption fee		Nil	

Senior investment staff

Co-Chairmen & Co-Chief Investment Officers:

Cheah Cheng Hye; Louis So

Deputy Chief Investment Officer, Equities: Yu Chen Jun

Senior Investment Directors: Norman Ho, CFA; Renee Hung

Chief Investment Officer, Multi Assets: Kelly Chung, CFA

Investment Directors: Lillian Cao; Luo Jing, CFA; Michelle Yu, CFA

Senior Fund Manager: Frank Tsui

Key corporate and fund awards



Asset Class Award: Asia ex-Japan equity ⁹
~ AsianInvestor Asset Management Awards 2022

Asia ex-Japan Equity House: Best-in-Class ¹⁰
Greater China Equity House: Outstanding Achiever ¹³
~ Benchmark Fund of the Year Awards 2018, Hong Kong

Offshore China Equity (10-year) ¹¹
~ Insight & Mandate, Professional Investment Awards 2018

Scan QR code¹²:



Fund documents

Fund notices

Source: Value Partners, HSBC Institutional Trust Services (Asia) Limited, FactSet 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 respective currencies 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.

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