

February 2020

- Value China A-Share ETF (the "Fund") is a physical index-tracking fund which aims to provide investment results, before fees and expenses, that closely correspond to the performance of the FTSE Value-Stocks China A-Share Index ("Index").
- The Fund invests directly in A-shares included in the Index through the Renminbi Qualified Foreign Institutional Investors (RQFII) investment quota granted to the Manager and the Shanghai-Hong Kong Stock Connect. Investors will be subject to certain risks including repatriation risk, custodial risk, broker risk, regulatory risk and risks associated with the Manager's RQFII status. In addition, the RQFII policy and rules are relatively new and there may be uncertainty in implementation and such policy and rules are subject to change. All these may adversely impact the Fund.
- The Fund and its primary investments are denominated in RMB. RMB is currently not a freely convertible currency and is subject to foreign exchange control policies, as well as repatriation restrictions imposed by the PRC government. Investors whose base currencies of investments are not in RMB should take into account the potential risk of loss arising from fluctuations in value between such currencies and the RMB.
- The Fund is subject to emerging market risks. Generally, investments in emerging markets are subject to a greater risk of loss than investments in a developed market due to greater political, economic, taxation and regulatory uncertainty and risks linked to volatility and market liquidity etc.
- The Fund is also subject to concentration risk as a result of investing only in a single geographical region. Adverse developments in such region may affect the value of the underlying securities in which the Fund invests.
- The Fund has dual counter traded units which are traded and settled in both RMB and HKD. The nature of the dual counter may make investment in the units riskier than in single counter units or shares of an SEHK listed issuer. Investors without RMB accounts may buy and sell HKD traded units only.
- There is no assurance that Fund will pay dividends. The Manager may at its discretion pay dividends out of the capital of the Fund or pay dividend out of gross income while all or part of the fees and expenses of the Fund are charged to/paid out of the capital of the Fund. Dividends effectively paid out of capital amount to a return or withdrawal of part of an investor's original investment or from any capital gains attributable to that original investment. Such distribution involving payment of dividends out of the capital may result in an immediate reduction of the Fund's net asset value per Unit.
- The Index may experience periods of volatility and decline and the price of units of the Fund is likely to vary or decline accordingly. As the Fund is not "actively managed", the Manager will not adopt a temporary defensive position against any market downturn. Investors may lose part or all of their investment.
- The units are traded on the Stock Exchange of Hong Kong Limited ("SEHK"). Trading prices of units on the SEHK are subject to market forces and the units may trade at a substantial premium/discount to the net asset value of the Fund.
- An affiliated company of the Manager and the Investment Adviser of the Fund assists with the compilation of the Index and accordingly potential conflicts of interests may arise.
- You should not make investment decision on the basis of this website alone. Please read the prospectus for details and risk factors.

## Investment objective

To provide investment results (before fees and expenses) that closely correspond to the performance of the FTSE Value-Stocks China A-Share Index.

## Fund performance update

	The Fund	FTSE Value-Stocks China A-Share Index
One month	-5.1%	-4.9%
Three months	-2.2%	-1.8%
Year-to-date	-9.2%	-9.0%
One year	-7.7%	-5.7%
Three years	+6.9%	+13.0%
Since launch	-9.0%	-1.4%
Since launch (Annualized return)	-1.9%	-0.3%

## Annual return since launch

	The Fund	FTSE Value-Stocks China A-Share Index
2015 (Since launch)	-7.4%	-6.9%
2016	-13.3%	-11.8%
2017	+26.4%	+28.8%
2018	-20.6%	-19.3%
2019	+24.4%	+27.0%
2020 (YTD)	-9.2%	-9.0%

## Portfolio characteristic

As at 28-2-2020	2020 <sup>1</sup>
Price/earnings ratio	8.1 times
Price/book ratio	1.0 times
Portfolio yield	4.0%

## Distribution record

Ex-dividend date	Payable date	Dividend (RMB per unit)	Yield (%) <sup>2</sup>
4-12-2015	29-12-2015	0.13	1.9
6-12-2016	29-12-2016	0.18	2.9
6-12-2017	29-12-2017	0.17	2.4
5-12-2018	28-12-2018	0.17	2.8
5-12-2019	13-12-2019	0.21	3.2

## Award - Value China A-Share ETF

2017 HKCAMA-Bloomberg Offshore China Fund Awards  
**Best Tracking Error (ETF) – First Runner-up <sup>3</sup>**  
 ~ The Chinese Asset Managers Association of Hong Kong & Bloomberg



## Fund information

<b>Fund price (NAV)</b>	HK\$6.9866
<b>Fund size</b>	HK\$80.3 million
<b>Underlying index</b>	FTSE Value-Stocks China A-Share Index
<b>Inception date</b>	19 March 2015
<b>Investment adviser</b>	Sensible Asset Management Hong Kong Limited
<b>Manager and RQFII holder</b>	Value Partners Hong Kong Limited
<b>Trustee and registrar</b>	HSBC Institutional Trust Services (Asia) Limited
<b>Custodian</b>	The Hongkong and Shanghai Banking Corporation Limited
<b>PRC custodian</b>	HSBC Bank (China) Company Limited
<b>Auditor</b>	Ernst & Young
<b>Participating dealers</b>	– BNP Paribas Securities Services – China International Capital Corporation Hong Kong Securities Limited – China Merchants Securities (HK) Co., Ltd. – Credit Suisse Securities (Hong Kong) Limited – Goldman Sachs (Asia) Securities Limited – Guotai Junan Securities (Hong Kong) Limited – Haitong International Securities Company Limited – KGI Asia Limited – Merrill Lynch Far East Limited – The Hongkong and Shanghai Banking Corporation Limited
<b>Market makers</b>	HKD counter: – HSBC Securities Brokers (Asia) Limited – SG Securities (HK) Limited RMB counter: – HSBC Securities Brokers (Asia) Limited – SG Securities (HK) Limited
<b>Exchange listing</b>	The Stock Exchange of Hong Kong Limited – Main Board
<b>Trading board lot size</b>	HKD counter – 500 units RMB counter – 500 units
<b>Bloomberg Index ticker</b>	GPVP009 <Index>
<b>Bloomberg ETF ticker</b>	HKD counter – 03095 HK <Equity> RMB counter – 83095 HK <Equity>
<b>Dividend policy <sup>4</sup></b>	Aim at semi-annual distribution, subject to the Manager's discretion
<b>Base currency</b>	Renminbi
<b>Trading currency</b>	HKD counter – HK Dollar RMB counter – Renminbi
<b>Application unit size (only by or through Participating Dealers)</b>	Minimum 500,000 units (or multiples thereof)
<b>Management fee <sup>5</sup></b>	0.10% per annum
<b>Investment strategy</b>	Full replication strategy

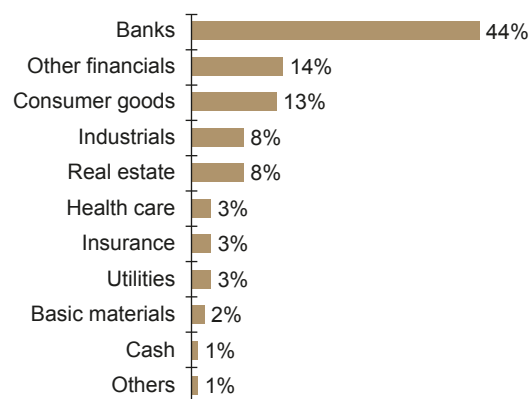


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Portfolio composition		
Name	Sector	%
China Merchants Bank Co., Ltd.	Banks	10.0
Gree Electric Appliances, Inc. of Zhuhai	Household goods & home construction	7.6
Industrial Bank Co., Ltd.	Banks	7.2
China Vanke Co., Ltd.	Real estate investment & services	5.7
CITIC Securities Company Limited	Financial services	5.4
Shanghai Pudong Development Bank Co., Ltd.	Banks	4.7
Agricultural Bank of China Limited	Banks	3.9
Ping An Bank Co., Ltd.	Banks	3.6
Industrial and Commercial Bank of China Limited	Banks	3.5
Bank of Communications Co., Ltd.	Banks	3.2
Haitong Securities Company Ltd.	Financial services	2.6
China Pacific Insurance (Group) Co., Ltd.	Life insurance	2.5
Bank of China Limited	Banks	2.3
China Yangtze Power Co., Ltd.	Electricity	2.1
Sany Heavy Industry Co., Ltd.	Industrial engineering	2.1
Bank of Beijing Co., Ltd.	Banks	2.0
Huatai Securities Co., Ltd.	Financial services	2.0
China Construction Bank Co., Ltd.	Banks	1.8
SAIC Motor Corporation Limited	Automobiles & parts	1.8
Weichai Power Co., Ltd.	Industrial engineering	1.8
Guotai Junan Securities Co., Ltd.	Financial services	1.7
Bank of Shanghai Co., Ltd.	Banks	1.6
CRRC Corporation Limited	Industrial engineering	1.5
Gemdale Corporation	Real estate investment & services	1.2
China Merchants Securities Co., Ltd.	Financial services	1.0
China Shenhua Energy Company Limited	Mining	1.0
Fuyao Glass Industry Group Co., Ltd.	Automobiles & parts	0.9
Henan Shuanghui Investment and Development Co., Ltd.	Food producers	0.9
New China Life Insurance Company Ltd.	Life insurance	0.9
Shenwan Hongyuan Group Co., Ltd.	Financial services	0.9
Baoshan Iron and Steel Company Limited	Industrial metals & mining	0.8
Shanghai Fosun Pharmaceutical (Group) Co., Ltd.	Pharmaceuticals & biotechnology	0.8

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Name	Sector	%
Yunnan Baiyao Group Co Ltd	Pharmaceuticals & biotechnology	0.8
Zhejiang Dahua Technology Co Ltd	Electronic & electrical equipment	0.8
Aisino Corporation	Electronic & electrical equipment	0.7
Xincheng Holding Group Co., Ltd.	Real estate investment & services	0.7
Xinjiang Goldwind Science and Technology Co., Ltd.	Alternative energy	0.7
Hengtong Optic-electric Co., Ltd.	Technology, hardware & equipment	0.6
Sichuan Chuantou Energy Co., Ltd.	Electricity	0.6
Tebian Electric Apparatus Stock Co., Ltd.	Electronic & electrical equipment	0.6
Youngor Group Co., Ltd.	Personal goods	0.6
Zhejiang NHU Co., Ltd.	Food producers	0.6
Zhengzhou Yutong Bus Co., Ltd.	Automobiles & parts	0.6
China CITIC Bank Corporation Limited	Banks	0.5
Dong-E-E-Jiao Co., Ltd.	Pharmaceuticals & biotechnology	0.5
Guangzhou Baiyunshan Pharmaceutical Holdings Company Limited	Pharmaceuticals & biotechnology	0.5
Shandong Hualu-hengsheng Chemical Co., Ltd.	Chemicals	0.5
Dongxu Optoelectronic Technology Co., Ltd.	Electronic & electrical equipment	0.4
Guosen Securities Co., Ltd.	Financial services	0.4
Shanghai International Port (Group) Co., Ltd.	Industrial transportation	0.4

### Sector exposure <sup>6</sup>



Source: HSBC Institutional Trust Services (Asia) Limited, FTSE and Bloomberg, data as at the last valuation date of the month as stated above, unless stated otherwise. Performance is in HKD, NAV to NAV, with dividend reinvested and net of fees. All indices are for reference only.

1. The above profile is based on market consensus forecast as derived from S&P Capital IQ and Bloomberg. Harmonic mean methodology is applied to calculate the forecast P/E ratio and P/B ratio. Note that the manager's internal estimates may differ significantly from S&P Capital IQ and Bloomberg estimates. 2. Yield is calculated based on the dividend per Unit divided by the ex-date NAV per Unit. It is estimated and for reference only and does not represent the performance of the Fund. All dollar amounts are in RMB unless otherwise stated. 3. The awards recognize ETF products issued by CAMA HK members with at least 1 year of historical performance as at 30 September 2017. 4. There is no guarantee that such dividends will be made nor will there be a target level of dividend payout. 5. The management fee was reduced from 0.7% to 0.1% per annum since 1 May 2017. 6. Classification is based on Industry Classification Benchmark (ICB). Due to rounding, percentage may not add up to 100%.

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 prospectus for details and risk factors in particular those associated with investment in emerging markets and the arrangement in the event that the Fund is delisted. The Fund's prospectus is available and may be obtained from website. Investors should also note that the Fund is different from a typical retail investment fund, in particular, units in the Fund may only be created or redeemed directly by a participating dealer in large unit sizes.

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