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Morningstar Rating™†

Value Partners
Investing through discipline

VALUE PARTNERS CHINA GREENCHIP FUND LIMITED

JULY 2010
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- **Please pay particular attention to the risk of investment in China and other markets in the Asian region and in companies with medium or small capitalization. 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.**
- **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.**
- **You should not make investment decision on the basis of this material alone. Please read the explanatory memorandum for details and risk factors.**
- **You should not invest unless the intermediary who sells it to you has advised you that the product is suitable for you and explained how it is consistent with your investment objectives.**

Fund facts

Investment objectives

The investment objective of the Fund is to achieve medium-term capital growth by means of investing in companies established in Greater China or which derive a majority of their revenue from business related to Greater China, whether in the form of direct investment in, or trade with, Greater China. This includes companies incorporated and/or listed outside Greater China.

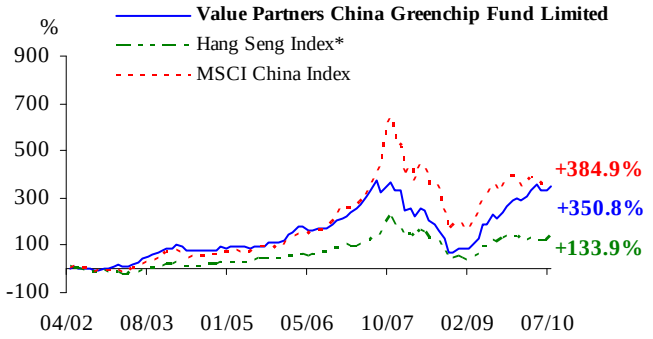
Manager:	Value Partners Limited (CE Ref: ABN 759)
Base currency:	HK$
Legal domicile:	Cayman Islands
Administrator:	Bank of Bermuda (Cayman) Limited
Custodian:	HSBC Institutional Trust Services (Asia) Limited
Legal adviser:	Simmons & Simmons
Auditor:	PricewaterhouseCoopers
Launch date:	8 April 2002

Bloomberg code:	VPCHIGC KY
ISIN code:	KYG9317M1033

Total assets under management by Value Partners Group:
US$5.7 billion (as at 30 June 2010)

NAV per share: HK$45.08
Fund size: HK$414.84 million

Performance since launch



Performance update#

	Value Partners China Greenchip Fund Limited	MSCI China Index	Hang Seng Index*
One month	+4.2%	+4.1%	+4.5%
Year-to-date	+13.8%	-1.9%	-1.8%
Three years	-4.2%	-3.9%	-0.1%
Five years	+132.3%	+151.9%	+66.6%
Since launch	+350.8%	+384.9%	+133.9%
Annualized return	+19.8%	+20.9%	+10.7%
Annualized volatility	23.8%	28.6%	22.1%

Annualized return and volatility are calculated from inception on 8 April 2002. 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.

Annual return since launch

2002 (Since launch)	+0.2%	2007	+36.3%
2003	+85.6%	2008	-57.4%
2004	+1.5%	2009	+116.7%
2005	+16.1%	2010 (Year-to-date)	+13.8%
2006	+43.7%		

Monthly performance from Year 2004 to 2010#

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual
2004	+1.4%	+6.3%	-1.2%	-8.7%	-1.1%	-2.8%	+0.8%	-0.3%	+3.7%	+0.6%	+5.4%	-1.6%	+1.5%
2005	+1.2%	+4.2%	-2.7%	-1.1%	-1.4%	+1.6%	+1.1%	+0.0%	+11.0%	-3.2%	+3.6%	+1.5%	+16.1%
2006	+10.7%	+4.0%	+9.2%	+0.5%	-3.7%	-1.6%	+1.9%	+1.4%	+1.4%	+3.7%	+6.7%	+3.6%	+43.7%
2007	+3.1%	+4.8%	+3.8%	+4.7%	+9.6%	+5.7%	+9.7%	-9.1%	+3.6%	+5.8%	-7.4%	-1.0%	+36.3%
2008	-18.6%	+1.4%	-9.6%	+10.2%	-2.2%	-11.8%	-5.7%	-10.0%	-12.1%	-26.1%	+0.8%	+7.8%	-57.4%
2009	+0.2%	-0.2%	+10.2%	+13.1%	+25.0%	+1.9%	+14.0%	-4.8%	+6.9%	+7.9%	+6.2%	+2.5%	+116.7%
2010	-1.3%	+3.0%	+8.1%	+4.2%	-5.4%	+0.9%	+4.2%						+13.8%

Unless specified, all information contained on this report is quoted as at 30 July 2010.

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**Index refers to Hang Seng Price Return Index up to 31 December 2004, thereafter it is the Hang Seng Total Return Index. Hang Seng Total Return Index includes dividend reinvestment whereas Hang Seng Price Return Index does not take into account reinvestment of dividends.*

#Source: HSBC Institutional Trust Services (Asia) Limited and Bloomberg, in HKD, NAV to NAV, with dividends reinvested. Performance data is net of all fees.

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. Information in this report has been obtained from sources believed to be reliable but Value Partners Limited does not guarantee the accuracy or completeness of the information provided by third parties. This report has not been reviewed by the Securities and Futures Commission. Issuer: Value Partners Limited.

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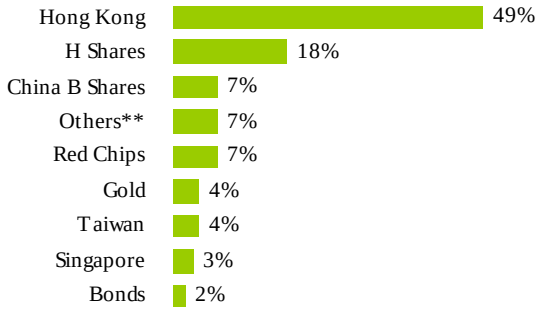
Top 10 security holdings

Name	Industry^	%
Chow Sang Sang	Retailing	7.0
Kingboard Chemical	Technology, hardware & equip	3.6
China Vanke	Real estate	3.6
Hopefluent Group	Real estate	3.1
China Wireless Technologies	Technology, hardware & equip	2.7
Yantai Changyu Pioneer Wine	Food, beverage & tobacco	2.5
PetroChina	Energy	2.5
Brilliance China Automotive	Automobiles & components	2.2
United Laboratories	Pharmaceuticals, biotechnology & life sciences	2.2
Link REIT	REITs	2.1

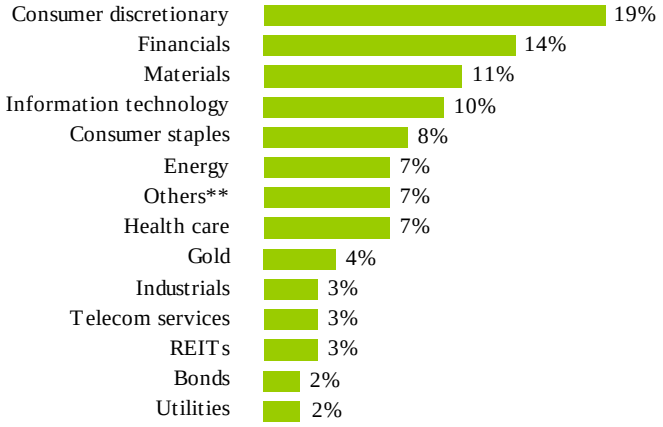
These stocks constitute 31% of the fund.

Geographical exposure by listing*



Short exposure includes: Hong Kong, -1.1% ; H Shares, -2.9% and Red Chips, -1.4%.

Sector exposure^*



Total short exposure is -5.4%. Short exposure includes:Materials, -2.9% ; Financials, -1.5% and Consumer discretionary, -0.9%.
**Exposure refers to net exposure (long exposure minus short exposure).*
***Others include 5.9% cash for collateral and margin.*

Portfolio characteristics

As at 30 July 2010	2010 +
Price/earnings ratio	14.0 times
Price/book ratio	2.4 times
Dividend yield	3.0%

Fee structure

Minimum subscription	HK$80,000
Subscription fee	Up to 5 %
Management fee	1.5 % p.a.
Performance fee**	15% of profit (High-on-high principle)
Redemption fee	
(first 12 months)	5%
(second 12 months)	3%
(after 24 months)	Waived
Dealing day	Last business day of each calendar month
Notice period for redemptions	Within the period of 10th to 15th day of each calendar

****Performance fee** will only be charged if the NAV at the end of the financial year exceeds the "high watermark", which is the all-time year-end high of the fund's NAV. If in any one year, the fund suffers a loss, no performance fee can be charged in subsequent years until the loss is recovered fully (the high-on-high principle).

NAV per share is published daily in the South China Morning Post and Hong Kong Economic Times.

Selection of awards & ratings

Corporate awards

2010 - Asia Hedge Fund 25
Value Partners was ranked No. 1 in 2010 Asia Hedge Fund 25
~ Institutional Investor, July 2010

2010 - Hedge Fund 100
Value Partners was ranked as Asia's largest hedge fund manager, and 79th worldwide
~ Institutional Investor, May 2010

Best Overall Fund Management Firm - Asia
Value Partners was recognized as one of the top three fund management companies
~ Thomson Reuters Extel Asia Pacific Survey 2009

Leading Buyside Individual - Asia
Mr. Eric Chow, Value Partners fund manager, was ranked No. 1 out of 25 individuals named
~ Thomson Reuters Extel Asia Pacific Survey 2009

The 3rd consecutive year to be ranked as the 2nd Largest Hedge Fund Manager in Asia
~ Alpha Magazine, Jul/Aug 2009 edition

Mr. Cheah Cheng Hye, Chairman and CIO of Value Partners, was recognized as one of The 25 Most Influential people in Asset Management in Asia
~ AsianInvestor, May 2009

2007 Achievement Awards - Capital Markets Person of the Year: Mr. Cheah Cheng Hye, Value Partners
~ FinanceAsia

Best of the Best Country Awards 2006
Hong Kong - Most Improved Institutional Fund House
~ Asia Asset Management Journal

Value Partners Investment Team

Chairman & Co-Chief Investment Officer: Cheah Cheng Hye
Co-Chief Investment Officer: Louis So Chun Ki, MCom
Deputy Chief Investment Officer: Renee Hung Yeuk Yan, BSc
Investment Director: Norman Ho Man Kei, CFA
Senior Fund Managers: Eric Chow Yik Cheung; Fawaz Habel; Ada Lau Hiu Yee, CFA; Lee Ho Tak, CFA; Alan Wang, CFA

+The above profile is based on market consensus forecast as derived from I/B/E/S and Bloomberg. Note that the manager's internal estimates may differ significantly from I/B/E/S and Bloomberg estimates.

^Classification is based on Global Industry Classification Standard (GICS).