

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

**PORTFOLIO SUMMARY**  
**FEBRUARY 2010**

- 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.

## Investment objective

To provide capital appreciation and regular income to unitholders by investing in relatively higher yielding debt and equity securities in Asian region.

## Performance update<sup>#</sup>

	Value Partners High-Dividend Stocks Fund	MSCI Asia Pacific (ex-Japan) Index
One month	+0.2%	-1.7%
Year-to-date	-1.4%	-2.8%
One year	+83.6%	+80.7%
Three years	+24.3%	-3.9%
Five years	+96.8%	+42.5%
Since launch	+348.0%	+143.9%
Annualized return	+22.1%	+12.6%
Annualized volatility	21.4%	24.9%

Annualized return and volatility are calculated from inception on 2 September 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<sup>#</sup>

2002 (Since launch)	+10.5%	2007	+44.2%
2003	+79.7%	2008	-46.8%
2004	+8.9%	2009	+82.8%
2005	+11.0%	2010 (Year-to-date)	-1.4%
2006	+35.0%		

**NAV per unit: US\$44.80**
**Fund size: US\$245.73 million**

Launch date: 2 September 2002

Total assets under management by Value Partners Group: US\$5.2 billion (as at 31 January 2010)

## Top 10 security holdings

Name	Industry <sup>Δ</sup>	%
China Shineway Pharmaceutical	Pharmaceuticals, biotechnology & life sciences	4.9
CNOOC	Energy	4.8
Dongfeng Motor Group	Automobiles & components	3.2
Zhejiang Expressway	Transportation	2.9
Link REIT	REITs	2.6
Chow Sang Sang	Retailing	2.5
Compal Electronics	Technology, hardware & equip	2.5
PetroChina	Energy	2.1
China Vanke	Real estate	2.0
China Construction Bank	Banks	1.9

These stocks constitute 29% of the fund.

## Geographical exposure by listing<sup>\*</sup>

Hong Kong	24%	South Korea	6%
H Shares	19%	Gold	5%
Taiwan	10%	Singapore	4%
Red Chips	9%	Indonesia	2%
Bonds	7%	Others***	1%
China B Shares	6%	Cash**	8%

Short exposure includes: Hong Kong, -0.2%.

## Sector exposure<sup>Δ\*</sup>

Consumer discretionary	21%	Consumer staples	6%
Financials	9%	REITs	5%
Industrials	9%	Gold	5%
Information technology	9%	Materials	3%
Energy	9%	Others***	1%
Bonds	7%	Cash**	8%
Health care	7%		

Total short exposure is -0.2%.

Short exposure includes: Financials, -0.2%.

\*Exposure refers to net exposure (long exposure minus short exposure).

\*\*Cash refers to net cash on hand excluding cash for collateral and margin.

\*\*\*Others include 0.2% cash for collateral and margin.

## Portfolio characteristics

As at 22 February 2010	2010 <sup>β</sup>
Price/earnings ratio	13.2 times
Price/book ratio	2.3 times
Dividend yield	3.8 %

<sup>β</sup> 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.

Unless specified, all information contained on this page is quoted as at 22 February 2010.

<sup>#</sup>Source: HSBC Institutional Trust Services (Asia) Limited and Bloomberg, in USD, NAV to NAV. Performance data is net of all fees.

<sup>Δ</sup> Classification is based on Global Industry Classification Standard (GICS).

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.