



# VALUE PARTNERS CLASSIC FUND

# 2024

SEMI ANNUAL  
REPORT

For the six months ended  
30 June 2024



**Value Partners Hong Kong Limited**

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# VALUE PARTNERS CLASSIC FUND

(A Hong Kong Unit Trust)

## GENERAL INFORMATION

### Manager

Value Partners Hong Kong Limited  
43rd Floor, The Center  
99 Queen's Road Central  
Hong Kong

### Directors of the Manager

Dato' Seri Cheah Cheng Hye  
Mr. So Chun Ki Louis  
Mr. Ho Man Kei, Norman

### Trustee, Administrator and Custodian

HSBC Institutional Trust Services (Asia)  
Limited  
1 Queen's Road Central  
Hong Kong

### Registrar

HSBC Trustee (Cayman) Limited

#### *Principal address:*

Strathvale House  
Ground Floor, 90 North Church Street  
George Town  
Grand Cayman  
Cayman Islands

#### *Registered address:*

P.O. Box 309  
Ugland House  
George Town  
Grand Cayman  
KY1-1104  
Cayman Islands

### Legal Advisor

Deacons  
5th Floor, Alexandra House  
18 Chater Road, Central  
Hong Kong

### Auditor

PricewaterhouseCoopers  
22nd Floor, Prince's Building  
10 Chater Road, Central  
Hong Kong

### Information available from:

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Website : [www.valuepartners-group.com](http://www.valuepartners-group.com)

**GENERAL INFORMATION (Continued)**

**Recent awards and achievements**

<b>Corporate award</b>	
<b>2024</b>	<ul style="list-style-type: none"> <li>• <b>The “Exemplary Foreign Private Equity Institution” award</b>  <b>Winner: Value Partners Shanghai</b>                      – <i>Yinghua by China Fund News</i></li> </ul>
<b>2023</b>	<ul style="list-style-type: none"> <li>• <b>The Most Promising Overseas Investment Institution award</b>  <b>Winner: Value Partners Hong Kong Limited</b>                      – <i>IAMAC</i></li> <li>• <b>The Lifetime Achievement Award</b>  <b>Winner: Dato’ Seri Cheah Cheng Hye</b>                      – <i>Asia Asset Management</i></li> <li>• <b>ESG Leading Enterprise Awards of the Year 2022/2023</b>  <b>Outstanding performance in Environmental, Social, and Governance (“ESG”) initiatives</b>                      – <i>Master-Insight</i></li> <li>• <b>Best Exchange Traded Fund (ETF) Issuer 2022</b>  <b>Winner: Value Partners Malaysia</b>                      – <i>Bursa Malaysia Award</i></li> <li>• <b>Most Promising Overseas Investment Institution award</b>                      – <i>Insurance Asset Management Association of China</i></li> <li>• <b>“ESG Elite Award (Distinction)</b>  <b>ESG Achievement Awards 2022/2023”</b>  <b>Winner: Frank Tsui</b>                      – <i>Institute of ESG &amp; Benchmark and supported by Hang Seng Indexes Company Limited</i></li> </ul>

# VALUE PARTNERS CLASSIC FUND

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## MANAGER'S REPORT

China equities had a roller-coaster ride in the first half of 2024. Still, they managed to end higher, thanks to some improving signals and various policy support measures being released by the government.

For the six months ending 30 June 2024, the Value Partners Classic Fund performed 5.4%, while the MSCI Golden Dragon Index was up 11.6%. Since its inception, the Fund has gained 3,375.6%, while the index performed 648.5%.

Investors generally turned more upbeat, driven by both encouraging macroeconomic data, particularly the better manufacturing PMI that rebounded to the expansionary zone in March and April, and expectations of more policy support, especially those targeting the real estate market. The issuance of the nine-point guidelines by the State Council in April, which aims to strengthen corporate governance over the long term and promote the high-quality development of China's capital markets, also bolstered investor sentiment.

That said, market sentiment began to wane after mid-May. Despite a series of measures announced by the PBOC in the month to support the real estate market, investors turned more conservative in assessing policy effectiveness. Since then, we have seen consecutive relaxation measures from local governments, including the four tier-1 cities, and the transaction volumes in secondary markets have picked up. However, property prices were still under significant downward pressure, with the magnitude of the decline enlarging. In the meantime, some macroeconomic indicators have softened, such as the manufacturing PMI that again dipped into the contractionary zone (in May and June).

Separately, although the PBOC's governor pledged a more accommodative monetary policy environment during the Lujiazui Forum held in mid-June, the lack of any immediate monetary easing and the downplay of a conventional or quantitative policy framework have disappointed some investors, fueling a stock market correction towards the end of the quarter.

### Portfolio review

Our exposure to information technology, particularly a leading semiconductor player in Taiwan along with other select names in the sector, were among the top contributors to the Fund's performance, thanks to the ongoing positive sentiment over artificial intelligence (AI)-related technologies and applications. However, we note that the gap between the Fund's 10% cap on single stock investment and the heavy weighting of a leading semiconductor player in the benchmark (about 20% of the index) was a main source of detractor, given the company's strong performance. Nevertheless, the company is among the portfolio's core holdings, as we are optimistic about its long-term growth prospects.

Our exposure to the communication services sector also performed strongly, led by an internet gaming giant in China. Other notable key contributors during the period include an e-commerce local services giant, which fended off competition pressure and strengthened its industry-leading position. An aftermarket auto parts manufacturer in Taiwan also yielded positively amid the rising adoption of their products in international markets.

## **MANAGER'S REPORT (Continued)**

### **Portfolio review (Continued)**

On the other hand, we saw some detraction from the real estate sector. We note that while this has not played out well, we remain confident that our holdings, which are high-quality companies in the sector, should benefit from the expected stabilisation of the property market in the medium term.

### **Market Outlook**

The latest economic data and stock market performance reinforced our view that the near-term volatility could continue to reign. The market is now eyeing the coming Third Plenum later in July. While we believe a large stimulus package is unlikely, much of the agenda could focus on structural reforms, such as fiscal adjustments and tax reforms, as well as the possible allowance of rural land transfers and social welfare issues, which we believe are crucial for China to address longer-term and structural challenges.

In the meantime, we continue to expect macroeconomic conditions in China to be on the mend. While more support measures from the government are certainly still needed, a prospective stabilization of the property market (starting with transaction volumes and then followed by prices) could help improve consumer confidence. It is worth noting that, despite a relatively modest retail sales growth YTD, Chinese households still sit on a healthy balance sheet, with a world-leading savings rate. A potential revamp of spending appetite – which hinges on both property market stabilization and expectation of future growth – is not only crucial for China to achieve its around 5% GDP growth target this year but also holds a key for long-term economic growth.

It is also reasonable to expect policy support will continue to pick up. In particular, with the ongoing issuance of the ultra-long special treasury bonds, the central government now has ample room to increase its fiscal spending. Meanwhile, potential fiscal rebalancing between the central and local governments may also help the debt-ridden local governments ease their burdens, providing more support to economic recovery. Overall, despite near-term uncertainties and persistent market volatility, we continue to see a favorable risk-reward profile in the All China equities market. Valuations also remain low and remain well below its 10-year average.

### **Value Partners Hong Kong Limited**

28 August 2024

*The views expressed are the views of Value Partners 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 materials have been obtained from sources believed to be reliable, but their 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.*

## VALUE PARTNERS CLASSIC FUND

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### MANAGER'S REPORT (Continued)

#### 10 largest holdings of securities as at 30 June 2024

Stock	Industry	Valuation (2024 Estimates)	Remarks
Taiwan Semiconductor Manufacturing (Code: 2330 TT)  Market cap: US\$772.3 billion	Semiconductors and semiconductor equipment	Price: TWD966.0 P/E: 20.5x P/B: 5.3x Yield: 1.6%	Taiwan Semiconductor Manufacturing is a world-class independent semiconductor foundry. It provides integrated circuit (IC) design houses with integrated services for process design, wafer manufacturing, and testing. As a global leader with more than 50% share of the outsourcing market, the company has consistently outperformed competitors in technology and profitability. We think the company is well-positioned to continue to benefit from the growing IC manufacturing outsourcing market and the rising demand for the Internet of Things trend, AI chips and new application areas.
Tencent Holdings (Code: 700 HK)  Market cap: US\$446.5 billion	Media and entertainment	Price: HK\$372.4 P/E: 15.7x P/B: 3.0x Yield: 1.2%	Tencent is a leading provider of online games, premium messaging services, internet value-added services, and advertising and e-commerce services in China. By leveraging its large active user base, it offers good long-term monetization potential. Tencent's largest online user platform allows it to monetize other services, such as payment and performance ads, while its strength in mobile and PC gaming offers long-term growth opportunities.



**MANAGER’S REPORT (Continued)**

**10 largest holdings of securities as at 30 June 2024 (Continued)**

<b>Stock</b>	<b>Industry</b>	<b>Valuation (2024 Estimates)</b>	<b>Remarks</b>
Pinduoduo (Code: PDD US)  Market cap: US\$184.6 billion	Retailing	Price: US\$132.95 P/E: 9.1x P/B: 3.2x Yield: 0.0%	Pinduoduo operates an e-commerce platform that offers value-for-money merchandise and interactive shopping options. The platform sells a suite of product categories, from apparel and shoes to fresh produce and electronic appliances. The company has continued to gain market share in the domestic market and has rapidly expanded its overseas business.
Meituan (Code: 3690 HK)  Market cap: US\$88.1 billion	Consumer services	Price: HK\$111.1 P/E: 14.5x P/B: 3.1x Yield: 0.0%	Meituan is among the world’s largest on-demand food delivery platform. It is also a shopping platform for consumer products and retail services in China, including entertainment, dining, travel, and other services. The company has continued to gain market share in its food delivery market share and has also grown its business in other areas.
Xiaomi Corp (Code: 1810 HK)  Market cap: US\$52.8 billion	Technology hardware and equipment	Price: HK\$16.48 P/E: 18.8x P/B: 1.9x Yield: 0.0%	Xiaomi is a leading global smartphone and internet of things (IoT, e.g. smart home appliances) provider in China. It has seen continued success in launching premium smartphones and is expected to gain market share globally, particularly in the EMEA and Latin America markets. It is also expanding its business to include electronic vehicles (EVs), which could disrupt the industry, especially given its expertise in smartphones and IoT.

## VALUE PARTNERS CLASSIC FUND

(A Hong Kong Unit Trust)

### MANAGER'S REPORT (Continued)

#### 10 largest holdings of securities as at 30 June 2024 (Continued)

Stock	Industry	Valuation (2024 Estimates)	Remarks
Hon Hai Precision Industry (Code: 2317 TT)  Market cap: US\$91.5 billion	Technology Hardware and Equipment	Price: TWD214.0 P/E: 14.8x P/B: 1.7x Yield: 3.5%	Hon Hai Precision Industry is a leading electronics manufacturing service provider with nearly one million employees globally. The company designs and manufactures smartphones, PCs, printers, TVs, game consoles and networking products for many global giants, such as Apple, Dell, Hewlett-Packard, Sony, Nokia and Cisco Systems.
SIIC Environment Holdings (Code: 807 HK)  Market cap: US\$0.3 billion	Utilities	Price: HK\$0.97 P/E: N/A P/B: N/A Yield: N/A	SIIC Environment is a leading player in China's water and environmental markets. It is engaged in wastewater treatment, water supply, sludge treatment, solid waste incineration, and other environmental-related businesses. It has about 250 water treatment and supply projects, among others, across 20 municipalities and provinces in China and continues to expand its businesses and explore opportunities in other environmental-related markets.
Gigabyte Technology Co (Code: 2376 TT)  Market cap: US\$6.0 billion	Technology Hardware and Equipment	Price: TWD305.5 P/E: 15.9x P/B: 4.0x Yield: 3.8%	Gigabyte Technology provides motherboards and gaming graphic cards under its own brand. It also provides server solutions for data centers and enterprise customers. It is a close partner of Nvidia and is among the first to provide AI server solutions with the latest data center graphics processing units (GPUs), benefitting from the surging AI demand.

**MANAGER’S REPORT (Continued)**

**10 largest holdings of securities as at 30 June 2024 (Continued)**

<b>Stock</b>	<b>Industry</b>	<b>Valuation (2024 Estimates)</b>	<b>Remarks</b>
Zhongji Innolight Co (Code: 300308 CH)  Market cap: US\$21.3 billion	Technology hardware and equipment	Price: CNY137.88 P/E: 20.3x P/B: 6.5x Yield: 0.7%	Zhongji Innolight designs and manufactures optical transceivers. Its main customers include major cloud operators, tier-one equipment original equipment manufacturers (OEMs), and leading system integrators across the world, including Asia, North America, and Europe.
Beijing TongRenTang Chinese Medicine (Code: 3613 HK)  Market cap: US\$1.0 billion	Pharmaceuticals, biotechnology and life sciences	Price: HK\$9.01 P/E: 9.9x P/B: 1.6x Yield: 5.2%	Beijing TongRenTang engages in the wholesale and retail sales of traditional Chinese medicines (TCM) in Hong Kong, Macau, and other markets, operating in about 28 countries. The company continues to strengthen its brand with new premium products, and continues to expand with new retail stores and geographical markets.

*Note: The above investments made up 49.3% of Value Partners Classic Fund as of 30 June 2024. The stock prices are based on the closing of 30 June 2024.*

*Individual stock performance/yield is not necessarily indicative of overall fund performance.*

# VALUE PARTNERS CLASSIC FUND

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## MANAGER'S REPORT (Continued)

### Value Partners Classic Fund – NAV as at 30 June 2024

Classes	NAV per unit
A Units	USD347.56
B Units	USD151.08
C Units USD	USD18.90
C Units HKD <sup>β</sup> (for reference only)	HKD147.58
C Units RMB	RMB14.25
C Units AUD Hedged	AUD13.51
C Units CAD Hedged	CAD14.07
C Units HKD Hedged	HKD12.22
C Units NZD Hedged	NZD14.46
C Units RMB Hedged	RMB12.65
C Units MDis USD	USD7.52
C Units MDis HKD	HKD7.51
C Units MDis RMB	RMB8.17
C Units MDis RMB Hedged	RMB7.08
P Units classes USD	USD7.6831
P Units classes RMB Hedged	RMB9.3656
P Units classes RMB Unhedged	RMB10.4464
X Units	USD11.26
Z Units	USD10.38

<sup>β</sup> Investors should note that the base currency of "C" Units is in USD. The HKD is for reference only and should not be used for subscription or redemption purpose. Conversion to the base currency of "C" Units will normally take place at the prevailing rate (as determined by the Fund's Trustee or Custodian) on the corresponding fund dealing day. Investor should be aware of possible risks resulting from fluctuations of exchange rates against USD.

**MANAGER'S REPORT (Continued)**

**Performance since launch**  
**From 1 April 1993 to 30 June 2024**



All performance and index figures are sourced from HSBC Institutional Trust Services (Asia) Limited and Bloomberg (Data computed in HK\$ terms on NAV-to-NAV basis with dividends reinvested) as at 30 June 2024. Performance data is net of all fees.

# VALUE PARTNERS CLASSIC FUND

(A Hong Kong Unit Trust)

## STATEMENT OF FINANCIAL POSITION (UNAUDITED)

AS AT 30 JUNE 2024

	30.06.2024	31.12.2023
	US\$	US\$
<b>Assets</b>		
<b>Current assets</b>		
Financial assets at fair value through profit or loss	880,871,898	873,809,757
Amounts receivable on sales of investments	1,606,685	10,049,788
Amounts receivable on issue of units	638,758	303,126
Dividends, interest receivables and other receivables	3,057,774	385,884
Margin deposits	35,899	30
Cash and cash equivalents	5,539,940	27,155,329
	<u>891,750,954</u>	<u>911,703,914</u>
<b>Total assets</b>		
	-----	-----
<b>Liabilities</b>		
<b>Current liabilities</b>		
Financial liabilities at fair value through profit or loss	228,894	7,908
Amounts payable on purchase of investments	887,488	10,855,857
Amounts payable on redemption of units	2,263,167	3,527,379
Management fees payable	817,179	835,462
Distributions payable to unitholders	158,473	178,345
Bank overdrafts	811,528	2,215,932
Accruals and other payables	225,707	188,212
	<u>5,392,436</u>	<u>17,809,095</u>
<b>Liabilities (excluding net assets attributable to unitholders)</b>		
	-----	-----
<b>Net assets attributable to unitholders</b>	<u><u>886,358,518</u></u>	<u><u>893,894,819</u></u>

**STATEMENT OF FINANCIAL POSITION (UNAUDITED) (Continued)**

AS AT 30 JUNE 2024

	<b>30.06.2024</b>	<b>31.12.2023</b>
<b>Net asset value per unit</b>		
- A Units with 625,925 (31.12.2023: 629,830) units outstanding	USD347.56	USD329.72
- B Units with 931,024 (31.12.2023: 1,000,430) units outstanding	USD151.08	USD143.68
- C Units USD with 17,903,181 (31.12.2023: 19,148,915) units outstanding	USD18.90	USD17.97
- C Units RMB with 2,332,945 (31.12.2023: 487,680) units outstanding	RMB14.25	RMB13.21
- C Units AUD Hedged with 2,751,146 (31.12.2023: 2,843,106) units outstanding	AUD13.51	AUD13.00
- C Units CAD Hedged with 566,845 (31.12.2023: 724,508) units outstanding	CAD14.07	CAD13.44
- C Units HKD Hedged with 4,923,312 (31.12.2023: 5,013,555) units outstanding	HKD12.22	HKD11.69
- C Units NZD Hedged with 632,535 (31.12.2023: 697,816) units outstanding	NZD14.46	NZD13.82
- C Units RMB Hedged with 5,072,720 (31.12.2023: 5,893,465) units outstanding	RMB12.65	RMB12.18
- C Units MDis USD with 3,523,843 (31.12.2023: 3,915,501) units outstanding	USD7.52	USD7.27
- C Units MDis HKD with 31,058,939 (31.12.2023: 33,861,367) units outstanding	HKD7.51	HKD7.26
- C Units MDis RMB with 228,700 (31.12.2023: 243,570) units outstanding	RMB8.17	RMB7.62
- C Units MDis RMB Hedged with 13,933,483 (31.12.2023: 19,400,352) units outstanding	RMB7.08	RMB6.87
- P Units USD with 64,747 (31.12.2023: 75,538) units outstanding	USD7.6831	USD7.3094
- P Units classes RMB Hedged with 19,327,901 (31.12.2023: 20,494,221) units outstanding	RMB9.3656	RMB9.0267
- P Units classes RMB Unhedged with 1,556,836 (31.12.2023: 1,639,072) units outstanding	RMB10.4464	RMB9.6877
- X Units with 4,886 (31.12.2023: 13,566) units outstanding	USD11.26	USD10.64
- Z Units with 3,380,421 (31.12.2023: 3,387,918) units outstanding	USD10.38	USD9.84

*Note: The semi-annual report has applied the same accounting policies and methods of computation as are applied in the annual report of the Fund for the year ended 31 December 2023.*

## VALUE PARTNERS CLASSIC FUND

(A Hong Kong Unit Trust)

### STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE SIX MONTHS ENDED 30 JUNE 2024

	30.06.2024	30.06.2023
	US\$	US\$
<b>Income</b>		
Dividends	8,389,773	11,281,819
Interest on bank deposits	90,700	59,433
Net realised losses on investments	(19,657,166)	(31,466,243)
Change in unrealised gains/(losses) on Investments	61,164,171	(1,451,948)
Net foreign exchange losses	(1,040,344)	(181,485)
Other income	6,692	27,740
	<u>48,953,826</u>	<u>(21,730,684)</u>
<b>Expenses</b>		
Management fees <sup>Note 2</sup>	(4,810,018)	(5,898,182)
Trustee and fund administration fees <sup>Note 1</sup>	(521,290)	(621,273)
Transaction costs <sup>Note 1</sup>	(2,006,699)	(2,463,613)
Interest expenses <sup>Note 1</sup>	(209,286)	(460,490)
Safe custody and bank charges <sup>Note 1</sup>	(128,237)	(128,904)
Legal and professional fees	(21,089)	(28,872)
Auditor's remuneration	(19,933)	(20,950)
Other operating expenses <sup>Note 1</sup>	(351,823)	(493,872)
	<u>(8,068,375)</u>	<u>(10,116,156)</u>
<b>Profit/(loss) before tax</b>	40,885,451	(31,846,840)
Withholding tax on dividends and other investment income	(676,727)	(940,481)
<b>Profit/(loss) after tax and before distributions</b>	40,208,724	(32,787,321)
Distributions to Unitholders	(983,632)	(1,193,924)
<b>Increase/(decrease) in net assets attributable to unitholders from operations</b>	<u>39,225,092</u>	<u>(33,981,245)</u>



**STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED) (Continued)***FOR THE SIX MONTHS ENDED 30 JUNE 2024*

Note 1 During the periods ended 30 June 2024 and 2023, other than trustee and fund administration fees, interest expenses, stock borrowing fees, safe custody and bank charges that were paid to the Trustee or its connected persons, other respective amounts paid to the Trustee or its connected persons were as follows:

	<b>30.06.2024</b>	<b>30.06.2023</b>
	<i>US\$</i>	<i>US\$</i>
Transaction costs	(45,135)	(16,217)
Other operating expenses	(109,821)	(133,786)

Note 2 During the periods ended 30 June 2024 and 2023, other than management fees that paid to Manager, no other amounts paid to the Manager or its connected persons.

## VALUE PARTNERS CLASSIC FUND

(A Hong Kong Unit Trust)

### STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (UNAUDITED)

FOR THE SIX MONTHS ENDED 30 JUNE 2024

	<b>30.06.2024</b> <i>US\$</i>	<b>30.06.2023</b> <i>US\$</i>
<b>Net assets attributable to unitholders as at 1 January</b>	893,894,819	1,037,132,390
Issue of units	30,004,078	55,029,930
Redemption of units	(76,765,471)	(97,521,105)
<b>Net decrease from unit transactions</b>	(46,761,393)	(42,491,175)
Profit/(loss) after tax and before distributions	40,208,724	(32,787,321)
Distributions to unitholders	(983,632)	(1,193,924)
<b>Increase/(decrease) in net assets attributable to unitholders from operations</b>	39,225,092	(33,981,245)
<b>Net assets attributable to unitholders as at 30 June</b>	886,358,518	960,659,970

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS  
(UNAUDITED) (Continued)**

FOR THE SIX MONTHS ENDED 30 JUNE 2024

The movement of number of units in issue during the periods was as follows:

<b>Number of units</b>	<b>As at 1 January 2024</b>	<b>Issue of units</b>	<b>Redemption of units</b>	<b>As at 30 June 2024</b>
A Units	629,830	-	(3,905)	625,925
B Units	1,000,430	6,771	(76,177)	931,024
C Units USD	19,148,915	612,575	(1,858,309)	17,903,181
C Units RMB	487,680	1,896,269	(51,004)	2,332,945
C Units AUD Hedged	2,843,106	396,534	(488,494)	2,751,146
C Units CAD Hedged	724,508	8,696	(166,359)	566,845
C Units HKD Hedged	5,013,555	502,608	(592,851)	4,923,312
C Units NZD Hedged	697,816	84,634	(149,915)	632,535
C Units RMB Hedged	5,893,465	132,182	(952,927)	5,072,720
C Units MDis USD	3,915,501	430,832	(822,490)	3,523,843
C Units MDis HKD	33,861,367	1,460,040	(4,262,468)	31,058,939
C Units MDis RMB	243,570	18,252	(33,122)	228,700
C Units NZD RMB Hedged	19,400,352	1,021,667	(6,488,536)	13,933,483
P Units classes USD	75,538	606	(11,397)	64,747
P Units classes RMB Hedged	20,494,221	1,672,257	(2,838,577)	19,327,901
P Units classes RMB Unhedged	1,639,072	441,590	(523,826)	1,556,836
X Units	13,566	6	(8,686)	4,886
Z Units	3,387,918	20,503	(28,000)	3,380,421

<b>Number of units</b>	<b>As at 1 January 2023</b>	<b>Issue of units</b>	<b>Redemption of units</b>	<b>As at 30 June 2023</b>
A Units	636,863	-	(6,226)	630,637
B Units	1,082,268	7,134	(53,322)	1,036,080
C Units USD	22,401,704	1,043,530	(2,656,171)	20,789,063
C Units RMB	475,062	33,670	(24)	508,708
C Units AUD Hedged	2,898,511	552,749	(468,861)	2,982,399
C Units CAD Hedged	899,237	177,352	(113,988)	962,601
C Units HKD Hedged	7,838,933	1,311,627	(3,204,112)	5,946,448
C Units NZD Hedged	857,423	143,978	(308,403)	692,998
C Units RMB Hedged	5,342,595	1,411,415	(440,920)	6,313,090
C Units MDis USD	4,289,398	140,272	(751,524)	3,678,146
C Units MDis HKD	32,512,252	7,298,389	(3,504,314)	36,306,327
C Units MDis RMB	392,768	27,918	(64,649)	356,037
C Units MDis RMB Hedged	21,055,741	2,496,493	(5,389,380)	18,162,854
P Units classes USD	70,375	1,695	-	72,070
P Units classes RMB Hedged	19,077,485	4,082,820	(1,965,767)	21,194,538
P Units classes RMB Unhedged	1,959,414	309,360	(514,582)	1,754,192
X Units	40,036	5,172	(31,642)	13,566
Z Units	3,442,918	59,000	(99,000)	3,402,918

# VALUE PARTNERS CLASSIC FUND

(A Hong Kong Unit Trust)

## STATEMENT OF CASH FLOWS (UNAUDITED)

FOR THE SIX MONTHS ENDED 30 JUNE 2024

	30.06.2024 US\$	30.06.2023 US\$
<b>Cash flows from operating activities</b>		
Increase/(decrease) in net assets attributable to unitholders from operations	39,225,092	(33,981,245)
Adjustments for:		
Dividends and interest on bank deposits	(8,480,473)	(11,341,252)
Interest expenses	209,286	460,490
Withholding tax on dividends and other investment income	676,727	940,481
Distributions to unitholders	983,632	1,193,924
	<u>32,614,264</u>	<u>(42,727,602)</u>
(Increase)/decrease in financial assets at fair value through profit or loss	(7,062,141)	97,140,360
Increase in financial liabilities at fair value through profit or loss	220,986	638,219
Increase in margin deposit	(35,869)	(1)
Decrease in amounts receivable on sales of investments	8,443,103	9,724,728
Decrease in amounts payable on purchase of investments	(9,968,369)	(5,115,599)
Decrease in other receivables	134	1,092
Decrease in bank overdrafts	(1,404,404)	(46,173,654)
Decrease in management fees payable	(18,283)	(89,223)
Increase/(decrease) in accruals and other payables	2,917,089	(25,589)
	<u>25,706,510</u>	<u>13,372,731</u>
Dividends and interest on bank deposits received	5,131,722	5,977,787
Interest expenses paid	(3,088,880)	(704,718)
	<u>27,749,352</u>	<u>18,645,800</u>
<b>Net cash inflow from operating activities</b>	----- 27,749,352	----- 18,645,800

**STATEMENT OF CASH FLOWS (UNAUDITED) (Continued)**

FOR THE SIX MONTHS ENDED 30 JUNE 2024

	<b>30.06.2024</b>	<b>30.06.2023</b>
	<i>US\$</i>	<i>US\$</i>
<b>Cash flows from financing activities</b>		
Distributions paid to unitholders	(1,003,504)	(1,238,274)
Proceeds from issue of units	29,668,446	55,353,081
Payments on redemption of units	<u>(78,029,683)</u>	<u>(97,279,874)</u>
<b>Net cash outflow from financing activities</b>	----- (49,364,741)	----- (43,165,067)
<b>Net decrease in cash and cash equivalents</b>	(21,615,389)	(24,519,267)
Cash and cash equivalents as at 1 January	<u>27,155,329</u>	<u>29,624,027</u>
<b>Cash and cash equivalents as at 30 June, representing bank balances</b>	<u><u>5,539,940</u></u>	<u><u>5,104,760</u></u>

# VALUE PARTNERS CLASSIC FUND

(A Hong Kong Unit Trust)

## INVESTMENT PORTFOLIO (UNAUDITED)

AS AT 30 JUNE 2024

	Holdings	Fair value US\$	% of net assets
<b>FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>			
<b>Listed equity securities</b>			
<b>China</b>			
Amlogic (Shanghai) Co., Ltd. Class A	474,598	3,857,098	0.43
Contemporary Amperex Technology Co., Ltd. Class A	94,220	2,323,923	0.26
Foxconn Industrial Internet Co., Ltd. Class A	3,979,591	14,939,039	1.69
Giga Device Semiconductor Inc. Class A	140,800	1,844,527	0.21
GoerTek Inc. Class A	2,482,100	6,634,531	0.75
Jiangsu Zhongtian Technology Co., Ltd. Class A	5,757,500	12,502,500	1.41
Kweichow Moutai Co., Ltd. Class A	21,337	4,289,558	0.48
Midea Group Co. Ltd. Class A	353,400	3,122,913	0.35
NAURA Technology Group Co Ltd Class A	40,000	1,753,050	0.20
Ningbo Orient Wires & Cables Co Ltd Class A	325,900	2,179,349	0.25
Poly Developments & Holdings Group Co., Ltd. Class A	11,139,175	13,368,750	1.51
Sany Heavy Industry Co., Ltd. Class A	3,426,700	7,746,289	0.87
Shenzhen Mindray Bio-Medical Electronics Co., Ltd. Class A	209,900	8,365,747	0.94
Suzhou Dongshan Precision Manufacturing Co., Ltd Class A	2,191,900	6,216,197	0.70
Zhejiang Sanhua Intelligent Controls Co., Ltd. Class A	917,212	2,397,628	0.27
Zhongji Innolight Co., Ltd. Class A	993,923	18,775,334	2.12
		<u>110,316,433</u>	<u>12.44</u>

# VALUE PARTNERS CLASSIC FUND

(A Hong Kong Unit Trust)

## INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 30 JUNE 2024

	Holdings	Fair value US\$	% of net assets
<b>FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Continued)</b>			
<b>Listed equity securities (Continued)</b>			
<b><i>Hong Kong - Others - H Shares</i></b>			
Aluminum Corporation of China Limited Class H	6,054,000	4,132,529	0.47
BYD Company Limited Class H	77,000	2,287,837	0.26
China Merchants Bank Co., Ltd. Class H	3,721,500	16,895,870	1.90
China Telecom Corp. Ltd. Class H	2,436,000	1,444,457	0.16
Fuyao Glass Industry Group Co., Ltd. Class H	605,200	3,514,977	0.40
Hisense Home Appliances Group Co. Ltd. Class H	483,000	1,589,742	0.18
Ping An Insurance (Group) Company of China, Ltd. Class H	1,933,000	8,763,577	0.99
Tsingtao Brewery Co., Ltd. Class H	928,000	6,192,015	0.70
Zhuzhou CRRC Times Electric Co., Ltd. Class H	1,776,900	7,009,063	0.79
Zijin Mining Group Co., Ltd. Class H	420,000	886,447	0.10
		52,716,514	5.95
<b><i>Hong Kong - Others</i></b>			
AAC Technologies Holdings Inc.	814,000	3,200,435	0.36
AIA Group Limited	2,303,200	15,633,413	1.77
ANTA Sports Products Ltd.	1,413,600	13,577,946	1.53
Chervon Holdings Limited	1,049,300	2,445,780	0.28
H World Group Limited	1,825,600	6,078,904	0.69
Hong Kong Exchanges & Clearing Ltd.	231,100	7,405,145	0.84
Hong Kong Resources Holdings Co. Ltd.	241,953	25,099	-
KE Holdings, Inc. Class A	1,305,100	6,451,748	0.73
Luk Fook Holdings (International) Limited	3,330,300	7,088,603	0.80
Meituan Class B	3,482,600	49,552,315	5.59
MINISO Group Holding Ltd.	544,000	2,609,138	0.29
Netease Inc	787,500	15,037,460	1.70
Techtronic Industries Co., Ltd.	1,522,500	17,392,758	1.96
Tencent Holdings Ltd.	1,769,900	84,412,097	9.52
Xiamen Yan Palace Bird's Nest Industry Co., Ltd. Class H	1,157,200	1,323,446	0.15
Xiaomi Corp. Class B	20,084,400	42,389,897	4.78
		274,624,184	30.99

## VALUE PARTNERS CLASSIC FUND

(A Hong Kong Unit Trust)

### INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 30 JUNE 2024

	Holdings	Fair value US\$	% of net assets
<b>FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Continued)</b>			
<b>Listed equity securities (Continued)</b>			
<b><i>Hong Kong - Red Chips</i></b>			
Beijing Tong Ren Tang Chinese Medicine Co., Ltd.	15,128,000	17,456,316	1.97
China Jinmao Holdings Group Limited	30,838,000	2,448,636	0.27
China Mobile Limited	151,000	1,489,066	0.17
China Resources Land Limited	3,493,000	11,877,072	1.34
SIIC Environment Holdings Ltd.	203,232,980	25,247,141	2.85
TCL Electronics Holdings Limited	1,000	810	-
		58,519,041	6.60
<b><i>The United States of America</i></b>			
KE Holdings, Inc. Sponsored ADR Class A	740,856	10,483,112	1.18
PDD Holdings Inc. Sponsored ADR Class A	485,022	64,483,675	7.28
TAL Education Group Sponsored ADR Class A	262,677	2,802,764	0.32
Tencent Music Entertainment Group Sponsored ADR Class A	1,068,358	15,010,430	1.69
New Oriental Education & Technology Group, Inc. Sponsored ADR	12,689	986,316	0.11
		93,766,297	10.58
<b><i>Taiwan</i></b>			
Alchip Technologies Ltd.	52,000	3,934,659	0.44
Alltop Technology Co. Ltd.	593,000	4,532,717	0.51
Asia Vital Components Co., Ltd.	394,000	9,289,875	1.05
Chicony Power Technology Co., Ltd.	1,853,000	7,795,793	0.88
Dynamic Holding Co Ltd	2,413,000	4,707,748	0.53
Elite Material Co., Ltd.	680,000	9,955,309	1.12
Gigabyte Technology Co., Ltd.	2,067,000	19,462,737	2.20
Hon Hai Precision Industry Co., Ltd.	4,246,000	28,005,671	3.16
ITEQ Corporation	1,786,000	6,385,452	0.72
LARGAN Precision Co., Ltd.	51,000	4,314,840	0.49
Longwell Company	5,799,000	16,389,838	1.85
MediaTek Inc	341,000	14,714,132	1.66



# VALUE PARTNERS CLASSIC FUND

(A Hong Kong Unit Trust)

## INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 30 JUNE 2024

	Holdings	Fair value US\$	% of net assets
<b>FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Continued)</b>			
<b>Listed equity securities (Continued)</b>			
<i>Taiwan (Continued)</i>			
Mega Financial Holding Co., Ltd.	3,588,284	4,468,074	0.50
President Chain Store Corporation	418,000	3,523,594	0.40
Quanta Computer Inc.	526,000	5,058,160	0.57
Sporton International Inc.	1,143,000	7,856,033	0.89
Sunonwealth Electric Machine Industry Co., Ltd.	721,000	2,555,556	0.29
Taiwan Semiconductor Manufacturing Co., Ltd.	2,930,000	87,236,246	9.84
Tong Yang Industry Co., Ltd.	3,434,000	11,430,791	1.29
Tripod Technology Corporation	729,000	4,909,431	0.55
TYC Brother Industrial Co, Ltd.	5,858,000	12,927,502	1.46
Unimicron Technology Corp.	1,428,000	7,922,330	0.89
Wah Lee Industrial Corp.	100,000	437,664	0.05
Wistron Neweb Corporation	2,571,000	12,757,929	1.44
		290,572,081	32.78
		-	-
<b>Unlisted equity securities</b>			
EganaGoldpfeil Holdings Ltd	6,885,464	-	-
Real Gold Mining Ltd	14,179,500	-	-
		-	-
		-	-
<b>Unlisted investment funds</b>			
Value Partners Ireland Fund ICAV – Value Partners China A Shares Equity Fund Class X USD Unhedged Acc*	50,000	356,500	0.04
		848	0.00
<b>Forward exchange contracts</b>			
		848	0.00
<b>Total financial assets at fair value through profit or loss</b>			
		880,871,898	99.38

## VALUE PARTNERS CLASSIC FUND

(A Hong Kong Unit Trust)

### INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 30 JUNE 2024

	Holdings	Fair value US\$	% of net assets
<b>FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS</b>			
Forward exchange contracts		<u>(228,894)</u>	<u>(0.03)</u>
Total financial liabilities at fair value through profit or loss		<u>(228,894)</u>	<u>(0.03)</u>
Total investments, net		<u>880,643,004</u>	<u>99.35</u>
Total investments, at cost (inclusive of transaction cost)		<u>880,920,000</u>	

\* *The investment funds are not authorised in Hong Kong and not available to the public in Hong Kong.*

**VALUE PARTNERS CLASSIC FUND**

(A Hong Kong Unit Trust)

**INVESTMENT PORTFOLIO MOVEMENTS (UNAUDITED)**

FOR THE SIX MONTHS ENDED 30 JUNE 2024

	% of net assets	
	30.06.2024	31.12.2023
<b>FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		
<b>Listed equity securities</b>		
China	12.44	15.86
Hong Kong	43.54	40.74
Taiwan	32.78	26.00
The United States of America	10.58	13.11
	99.34	95.71
	99.34	95.71
<b>Rights</b>		
Taiwan	-	0.00
<b>Participation notes</b>		
	-	1.86
<b>Unlisted investment funds</b>		
	0.04	0.09
<b>Forward exchange contracts</b>		
	0.00	0.09
<b>FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		
<b>Forward exchange contracts</b>	(0.03)	-
<b>Total investments, net</b>	99.35	97.75

## VALUE PARTNERS CLASSIC FUND

(A Hong Kong Unit Trust)

### DETAILS IN RESPECT OF FINANCIAL DERIVATIVE INSTRUMENTS (UNAUDITED)

AS AT 30 JUNE 2024

#### Financial assets:

##### Forward exchange contracts

Currency sold	Amount sold	Currency bought	Amount bought	Settlement date	Counter party	Fair value US\$
CNH	6,19,204	USD	85,201	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	139
CNH	4,86,380	USD	66,870	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	55
CNH	1,24,020	USD	17,058	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	21
NZD	2,83,179	USD	1,72,466	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	633
USD	531	CNH	3,865	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	—
						<u>848</u>

**DETAILS IN RESPECT OF FINANCIAL DERIVATIVE INSTRUMENTS  
(UNAUDITED) (Continued)**

AS AT 30 JUNE 2024

**Financial liabilities:**

**Forward exchange contracts (Continued)**

Currency sold	Amount sold	Currency bought	Amount bought	Settlement date	Counter party	Fair value US\$
AUD	11,28,588	USD	7,49,007	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	(388)
CAD	2,41,409	USD	1,76,163	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	(44)
CNH	7,18,883	USD	98,733	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	(21)
CNH	19,98,170	USD	2,74,316	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	(177)
CNH	30,63,890	USD	4,20,622	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	(271)
CNH	56,51,634	USD	7,75,877	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	(501)
HKD	68,149	USD	8,736	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	(1)
HKD	18,76,051	USD	2,40,428	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	(84)
NZD	3,85,808	USD	2,34,005	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	(104)
USD	638	AUD	957	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	(3)
USD	2,54,41,822	AUD	3,82,00,533	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	(76,257)

## VALUE PARTNERS CLASSIC FUND

(A Hong Kong Unit Trust)

### DETAILS IN RESPECT OF FINANCIAL DERIVATIVE INSTRUMENTS (UNAUDITED) (Continued)

AS AT 30 JUNE 2024

#### Financial liabilities (Continued):

#### Forward exchange contracts (Continued)

Currency sold	Amount sold	Currency bought	Amount bought	Settlement date	Counter party	Fair value US\$
USD	509	CAD	696	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	(1)
USD	59,93,617	CAD	81,94,252	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	(12,527)
USD	253	CNH	1,845	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	-
USD	652	CNH	4,745	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	-
USD	1,891	CNH	13,735	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	(4)
USD	9,061	CNH	65,879	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	(12)
USD	42,290	CNH	3,07,232	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	(84)
USD	1,36,217	CNH	9,90,099	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	(205)
USD	90,76,642	CNH	6,59,62,661	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	(15,207)
USD	1,38,40,507	CNH	10,05,83,086	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	(23,188)
USD	2,58,30,398	CNH	18,77,17,198	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	(43,275)

**DETAILS IN RESPECT OF FINANCIAL DERIVATIVE INSTRUMENTS  
(UNAUDITED) (Continued)**

AS AT 30 JUNE 2024

**Financial liabilities (Continued):**

**Forward exchange contracts (Continued)**

Currency sold	Amount sold	Currency bought	Amount bought	Settlement date	Counter party	Fair value US\$
USD	81,86,715	HKD	6,38,50,416	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	(995)
USD	635	NZD	1,036	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	(7)
USD	59,97,349	NZD	97,92,022	31 July 2024	The Hongkong and Shanghai Banking Corporation Limited	<u>(55,539)</u>
						<u><u>(228,895)</u></u>

## VALUE PARTNERS CLASSIC FUND

(A Hong Kong Unit Trust)

### DISTRIBUTIONS TO REDEEMABLE PARTICIPATING SHAREHOLDERS (UNAUDITED)

In accordance with the Explanatory Memorandum of the Fund, the Manager may determine to make a distribution out of the income and/or capital. During the period ended 30 June 2024, the Fund declared total distributions to redeemable participating shareholders of US\$983,632 (period ended 30 June 2023: US\$1,193,924).

The table below summarises the dividend distributions made during the reporting period.

Classes	01.01.2024 to 30.06.2024	01.01.2023 to 30.06.2023	Frequency	Ex-dividend dates*
C Units MDis USD	USD0.0196	USD0.0196	Monthly	Last business day of January to June
C Units MDis HKD	HKD0.0194	HKD0.0194	Monthly	Last business day of January to June
C Units MDis RMB	CNH0.0067	RMB0.0197	Monthly	Last business day of January to March
C Units MDis RMB	CNH0.0067	RMB0.0067	Monthly	Last business day of April to June
C Units MDis RMB Hedged	CNH0.0063	RMB0.0187	Monthly	Last business day of January to March
C Units MDis RMB Hedged	CNH0.0063	RMB0.0063	Monthly	Last business day of April to June

\* Last business day of each month in 2024 are 31 January 2024, 29 February 2024, 28 March 2024, 30 April 2024, 31 May 2024 and 28 June 2024.

Last business day of each month in 2023 are 31 January 2023, 28 February 2023, 31 March 2023, 28 April 2023, 31 May 2023 and 30 June 2023.