
Important

This document is important and requires your immediate attention. If you have any doubt about the contents of this document, you should seek independent professional financial advice.

Unless otherwise stated in this notice, capitalized terms used herein shall have the same meaning as defined in the Explanatory Memorandum of Value Partners High-Dividend Stocks Fund (the “**Trust**”) dated 22 April 2016, as amended by the Addendum dated 15 July 2016, the Second Addendum dated 5 December 2016, the Third Addendum dated 28 March 2018 and the Fourth Addendum dated 5 October 2018 (together, the “**Explanatory Memorandum**”).

Value Partners Hong Kong Limited, the Manager of the Trust, accepts full responsibility for the accuracy of the information contained in this notice and confirms, having made all reasonable enquiries, that to the best of its knowledge and belief there are no other facts the omission of which would make any statement in this notice misleading as at the date of issuance.

16 November 2018

**NOTICE TO UNITHOLDERS –
VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND (the “Trust”)**

Dear Unitholders,

We are writing to inform you of the following changes to the Explanatory Memorandum which will take immediate effect.

A. Changes in relation to the Revised Fund Manager Code

The Manager is licensed by the Hong Kong Securities and Futures Commission (the “**SFC**”) for type 1 (dealing in securities), type 2 (dealing in futures contracts), type 4 (advising on securities), type 5 (advising on futures contracts) and type 9 (asset management) regulated activities and accordingly is subject to regulation by the SFC, including the SFC’s Fund Manager Code of Conduct (the “**Fund Manager Code**”). The SFC has revised the Fund Manager Code to include certain disclosure obligations on companies licensed by the SFC for type 9 regulated activity in relation to funds they manage.

The Explanatory Memorandum has been revised by way of a Fifth Addendum to reflect the requirements of the revised Fund Manager Code which include disclosure of information relating to the Manager’s business, leverage, potential conflicts of interest, risks relating to securities lending transactions, custody risk and liquidity risk.

B. Other Changes

The Explanatory Memorandum has also been amended by way of a Fifth Addendum to reflect additional disclosures and updates as summarised below:–

- (i) update to the address of the Manager;
- (ii) updates to the profiles of the Directors of the Manager;
- (iii) updates to disclosures related to Stock Connects; and
- (iv) updates to the disclosures on tax implications for capital gains realized from trading of China B-shares and China H-shares.

Please note that all information provided herein is qualified in its entirety by the Explanatory Memorandum. The changes described above are in summary form only and are not meant to be an exhaustive list of the amendments made to the Explanatory Memorandum. Unitholders should note that there are other ancillary and editorial changes and updates to the Explanatory Memorandum and as such, should review the latest Explanatory Memorandum as amended by way of a Fifth Addendum for further details on the changes made.

The latest Explanatory Memorandum and Product Key Facts Statement are available on our website (www.valuepartners-group.com)¹ and for your inspection free of charge at the Manager's office during normal business hours (except on Saturdays, Sundays and public holidays).

If you have any questions relating to the above, please contact our Fund Investor Services Team at (852) 2143 0688 or email us at FIS@vp.com.hk. We would like to take this opportunity to thank you for your valuable support and we look forward to be of continued service to you.

Value Partners Hong Kong Limited

¹ This website has not been reviewed or authorized by the SFC.