

# **VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND**

# **2025**

**ANNUAL  
REPORT**

For the year ended  
31 December 2025



**Value Partners Hong Kong Limited**

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# VALUE PARTNERS HIGH-DIVIDEND STOCKS 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

Mr. Ho Man Kei, Norman  
Ms. Ng Chuk Fa  
*(appointed on 16 May 2025)*  
Mr. Ching Wing Tat  
*(appointed on 6 February 2026)*  
Mr. Luo Jing  
*(appointed on 6 February 2026)*  
Mr. Jiang Ron  
*(appointed on 6 February 2026)*  
Mr. So Chun Ki Louis  
*(resigned on 16 May 2025)*  
Mr. Ip Ho Wah Gordon  
*(appointed on 16 May 2025 and resigned  
on 6 February 2026)*

### 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  
KY1-1102  
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:

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

Investor hotline: (852) 2143 0688  
Fax : (852) 2565 7975  
Email : [fis@vp.com.hk](mailto:fis@vp.com.hk)  
Website : [www.valuepartners-group.com](http://www.valuepartners-group.com)

## **MANAGER'S REPORT**

### **Market/Performance Review**

The Value Partners High-Dividend Stocks Fund delivered a strong and resilient performance throughout 2025, supported by disciplined stock selection and a consistent focus on sustainable income generation amid a volatile macro backdrop. For the full year, the Fund recorded a gain of approximately 30%, broadly in line with the MSCI AC Asia ex-Japan Index and significantly outperforming the MSCI AC Asia ex-Japan High Dividend Yield Index, while continuing to offer an attractive annualized distribution yield of around 4-5% for income-oriented investors.

Overall, contributions were led by positions in Korea, China/Hong Kong, and Taiwan. Korea benefited from exposure to AI technology and memory-related names, while China and Hong Kong holdings contributed primarily through stable dividend yield and selective recovery plays. Although the Fund maintained an underweight stance in Taiwan for most of the year, strong stock selection in AI-related technology names still generated positive alpha. ASEAN markets also played a supportive role, where valuations remained undemanding, and earnings resilience improved toward year-end.

### **Key Portfolio Changes**

Portfolio adjustments in 2025 were largely incremental and valuation driven. The Fund maintained a structural overweight in China and Hong Kong, where dividend yields remained compelling amid low sovereign bond yields and ongoing corporate governance reforms. Exposure was selectively increased in consumer-related and cyclical dividend stocks positioned near the bottom of their business cycles, including companies aligned with China's "anti-involution" policy direction.

The Fund actively managed its positions in Korea, taking profits in stocks with stretched valuations while reallocating into names with more attractive risk-reward profiles, including technology, shipbuilding, and selected consumer sectors. In Taiwan, the Fund also stayed overweight AI-related technology stocks, while maintaining an underweight in non-technology sectors. In contrast, the Fund remained significantly underweight India due to elevated valuations and macro uncertainties.

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## MANAGER'S REPORT (Continued)

### Market Outlook

Looking ahead, the Fund Manager maintains a constructive outlook on Asian equities, supported by expectations of easier global liquidity conditions, a structurally weaker U.S. dollar, and continued policy support across key Asian economies. High-dividend equities, particularly in China and Hong Kong, are expected to remain a structural theme as investors seek stable income amid low bond yields and heightened macro uncertainty. ASEAN markets, trading below long-term valuation averages, are viewed as a potential source of incremental opportunity once macro and political uncertainties ease.

Theme-wise, artificial intelligence is likely to remain a medium-term growth driver, extending beyond hardware into downstream applications. However, with valuations in certain AI-related segments elevated, the Fund will continue to emphasize bottom-up stock selection, balancing exposure between structural growth opportunities and high-quality dividend payers.

### Value Partners High-Dividend Stocks Fund – NAV as at 31 December 2025

Classes	NAV per unit
Class A1 USD	USD135.41
Class A1 HKD $\beta$ (for reference only)	HKD1,054.0247
Class A Acc HKD Hedged	HKD11.49
Class A Acc RMB Hedged	RMB18.19
Class A Acc RMB Unhedged	RMB22.98
Class A2 MDis USD	USD11.66
Class A2 MDis HKD	HKD10.69
Class A2 MDis AUD Hedged	AUD9.17
Class A2 MDis CAD Hedged	CAD9.64
Class A2 MDis GBP Hedged	GBP9.11
Class A2 MDis NZD Hedged	NZD9.19
Class A2 MDis RMB Hedged	RMB9.77
Class A2 MDis RMB Unhedged	RMB11.22
Class A2 MDis SGD Hedged	SGD10.65

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## MANAGER'S REPORT (Continued)

### Value Partners High-Dividend Stocks Fund – NAV as at 31 December 2025 (Continued)

Classes	NAV per unit
Class B MDis USD	USD12.32
Class B MDis HKD	HKD12.32
Class B MDis AUD Hedged	AUD12.21
Class B MDis CAD Hedged	CAD12.05
Class B Mdis GBP Hedged	GBP12.18
Class B MDis NZD Hedged	NZD11.90
Class B MDis RMB Hedged	RMB12.19
Class P MDis RMB	RMB12.1996
Class P MDis RMB Hedged	RMB11.8929
Class P Acc RMB	RMB16.2119
Class P Acc RMB Hedged	RMB15.6011
Class P Acc USD	USD12.1837
Class X Acc USD Unhedged	USD25.80
Class Z	USD22.20

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

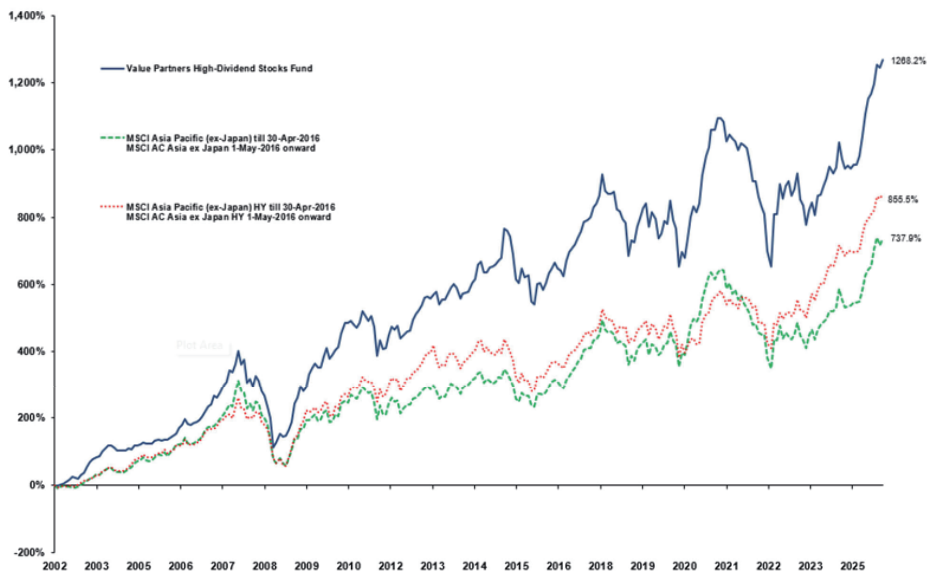
# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## MANAGER'S REPORT (Continued)

### Performance since launch

From 2 September 2002 to 31 December 2025



# MSCI AC Asia Pacific (ex-Japan) Index (Total Net Return) was used up to 30 Apr 2016, thereafter it is the MSCI AC Asia (ex-Japan) Index (Total Net Return) due to a change in investment profile. MSCI (Total Net Return) Indices takes into account of dividend reinvestment after deduction of withholding tax.

# MSCI AC Asia Pacific (ex-Japan) High Dividend Yield Index (Total Net Return) was used up to 30 Apr 2016, thereafter it is the MSCI AC Asia (ex-Japan) High Dividend Yield Index (Total Net Return) due to a change in investment profile. MSCI (Total Net Return) Indices takes into account of dividend reinvestment after deduction of withholding tax.

Fund performance mentioned is referred to Value Partners High-Dividend Stocks Fund "A1" Unit. All performance figures are sourced from HSBC Institutional Trust Services (Asia) Limited and Bloomberg (Data computed in US\$ terms on NAV-to-NAV basis with dividends reinvested) as at 31 December 2025. Performance data is net of all fees. All indices are for reference only.



## **STATEMENT OF RESPONSIBILITIES OF THE MANAGER AND THE TRUSTEE**

### **Manager's responsibilities**

The Manager, Value Partners Hong Kong Limited, is required by the Code on Unit Trusts and Mutual Funds established by the Securities and Futures Commission of Hong Kong (the "Code") and the Trust Deed dated 7 August 2002, as further amended and/or supplemented from time to time ("Trust Deed") and Deed of retirement and appointment of Manager dated 31 March 2016 to prepare financial statements for each annual accounting period which give a true and fair view of the financial position of Value Partners High-Dividend Stocks Fund (the "Fund") at the end of that period and of the transactions for the period then ended. In preparing these financial statements, the Manager is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are prudent and reasonable; and
- prepare the financial statements on the basis that the Fund will continue in operation unless it is inappropriate to presume this.

The Manager is also required to manage the Fund in accordance with the Trust Deed and Deed of retirement and appointment of Manager dated 31 March 2016 and take reasonable steps for the prevention and detection of fraud and other irregularities.

### **Trustee's responsibilities**

The Trustee, HSBC Institutional Trust Services (Asia) Limited, is required to:

- ensure that the Fund is managed by the Manager in accordance with the Trust Deed and Deed of retirement and appointment of Manager dated 31 March 2016 and that the investment and borrowing powers are complied with;
- satisfy itself that sufficient accounting and other records have been maintained so as to enable the financial statements to be prepared;
- safeguard the property of the Fund and rights attaching thereto; and
- report to the unitholders for each annual accounting period on the conduct of the Manager in the management of the Fund.

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## TRUSTEE'S REPORT

We hereby confirm that, in our opinion, the Manager, Value Partners Hong Kong Limited, has, in all material respects, managed Value Partners High-Dividend Stocks Fund in accordance with the provisions of the Trust Deed dated 7 August 2002, as further amended and/or supplemented from time to time ("Trust Deed") and Deed of retirement and appointment of Manager dated 31 March 2016 for the year ended 31 December 2025.

For and on behalf of

**HSBC Institutional Trust Services (Asia) Limited**

Trustee

20 March 2026

**INDEPENDENT AUDITOR'S REPORT  
TO THE UNITHOLDERS OF VALUE PARTNERS HIGH-DIVIDEND STOCKS  
FUND**

*(A unit trust established in Hong Kong)*

**Report on the Audit of the Financial Statements**

***Opinion***

*What we have audited*

The financial statements of Value Partners High-Dividend Stocks Fund (the "Fund"), which are set out on pages 14 to 66, comprise:

- the statement of financial position as at 31 December 2025;
- the statement of comprehensive income for the year then ended;
- the statement of changes in net assets attributable to unitholders for the year then ended;
- the statement of cash flows for the year then ended; and
- the notes to the financial statements, comprising material accounting policy information and other explanatory information.

*Our opinion*

In our opinion, the financial statements give a true and fair view of the financial position of the Fund as at 31 December 2025, and of its financial transactions and its cash flows for the year then ended in accordance with IFRS Accounting Standards.

***Basis for Opinion***

We conducted our audit in accordance with International Standards on Auditing ("ISAs"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND (Continued)

*(A unit trust established in Hong Kong)*

### Report on the Audit of the Financial Statements (Continued)

#### ***Basis for Opinion (Continued)***

##### *Independence*

We are independent of the Fund in accordance with the Code of Ethics for Professional Accountants as issued by the Hong Kong Institute of Certified Public Accountants ("the Code"), as applicable to audits of financial statements of public interest entities. We have also fulfilled our other ethical responsibilities in accordance with the Code.

#### ***Other Information***

The Trustee and the Manager (the "Management") of the Fund is responsible for the other information. The other information comprises all of the information included in the annual report other than the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**INDEPENDENT AUDITOR'S REPORT  
TO THE UNITHOLDERS OF VALUE PARTNERS HIGH-DIVIDEND STOCKS  
FUND (Continued)**

*(A unit trust established in Hong Kong)*

**Report on the Audit of the Financial Statements (Continued)**

***Responsibilities of the Management for the Financial Statements***

The Management of the Fund is responsible for the preparation of the financial statements that give a true and fair view in accordance with IFRS Accounting Standards, and for such internal control as the Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Management of the Fund is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

In addition, the Management of the Fund is required to ensure that the financial statements have been properly prepared in accordance with the relevant disclosure provisions of the Trust Deed dated 7 August 2002, as amended ("Trust Deed") and Appendix E of the Code on Unit Trusts and Mutual Funds issued by the Hong Kong Securities and Futures Commission (the "SFC Code").

***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. We report our opinion solely to you, as a body, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. In addition, we are required to assess whether the financial statements of the Fund have been properly prepared, in all material respects, in accordance with the relevant disclosure provisions of the Trust Deed and Appendix E of the SFC Code.

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND (Continued)

(A unit trust established in Hong Kong)

### Report on the Audit of the Financial Statements (Continued)

#### ***Auditor's Responsibilities for the Audit of the Financial Statements (Continued)***

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.

**INDEPENDENT AUDITOR'S REPORT  
TO THE UNITHOLDERS OF VALUE PARTNERS HIGH-DIVIDEND STOCKS  
FUND (Continued)**

*(A unit trust established in Hong Kong)*

**Report on the Audit of the Financial Statements (Continued)**

***Auditor's Responsibilities for the Audit of the Financial Statements  
(Continued)***

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**Report on Matters under the Relevant Disclosure Provisions of the Trust  
Deed and Appendix E of the SFC Code**

In our opinion, the financial statements have been properly prepared, in all material respects, in accordance with the relevant disclosure provisions of the Trust Deed and Appendix E of the SFC Code.

**PricewaterhouseCoopers**  
Certified Public Accountants

Hong Kong, 20 March 2026

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2025

	Note(s)	2025 US\$	2024 US\$
<b>Assets</b>			
<b>Current assets</b>			
Financial assets at fair value through profit or loss	4(d)	1,638,478,635	1,347,706,996
Amounts receivable on sales of investments		3,126,666	3,268,942
Amounts receivable on issue of units		15,475,711	5,907,391
Dividends, interest and other receivables	7(f)	1,379,324	506,083
Margin deposits		3,279	3,140
Cash and cash equivalents	7(f)	50,385,520	20,672,773
<b>Total assets</b>		<u>1,708,849,135</u>	<u>1,378,065,325</u>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Financial liabilities at fair value through profit or loss	4(d)	211,597	794,001
Amounts payable on purchase of investments		3,377,046	-
Amounts payable on redemption of units		8,900,512	5,048,846
Management fees payable	7(a)	1,894,570	1,513,567
Performance fees payable	7(b)	46,970,021	254,746
Distributions payable		3,492,801	3,796,386
Accruals and other payables	7(f)	456,413	242,467
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<u>65,302,960</u>	<u>11,650,013</u>
<b>Net assets attributable to unitholders</b>	6	<u><u>1,643,546,175</u></u>	<u><u>1,366,415,312</u></u>

Signed by:

**Value Partners Hong Kong Limited, Manager**

**HSBC Institutional Trust Services (Asia) Limited, Trustee**

The notes on pages 21 to 66 are an integral part of these financial statements.



# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2025

	Note(s)	2025 US\$	2024 US\$
<b>Income</b>			
Dividends		55,014,658	60,090,977
Interest on bank deposits	7(f)	496,019	641,155
Net realised gains/(losses) on investments		158,762,013	(118,216,195)
Change in unrealised gains/losses on investments		257,032,651	224,093,312
Net foreign exchange losses		(1,242,009)	(2,017,255)
Other income		3,502	7
		<u>470,066,834</u>	<u>164,592,001</u>
<b>Expenses</b>			
Management fees	7(a)	(18,364,222)	(17,749,160)
Performance fees	7(b)	(46,951,405)	(260,400)
Transaction costs	7(f), 9	(5,440,209)	(4,990,824)
Trustee and fund administration fees	7(c), 7(f)	(1,884,824)	(1,826,243)
Interest expense	7(f)	(529)	(463,588)
Safe custody and bank charges	7(f)	(437,721)	(376,607)
Legal and professional fees		(38,106)	(34,111)
Auditor's remuneration		(28,900)	(37,320)
Other operating expenses	7(f)	(565,011)	(1,283,252)
		<u>(73,710,927)</u>	<u>(27,021,505)</u>
<b>Profit before tax</b>		396,355,907	137,570,496
Withholding tax on dividends and other investment income	8(c)	<u>(5,569,274)</u>	<u>(6,196,793)</u>
<b>Profit after tax and before distributions</b>		390,786,633	131,373,703
Distributions to unitholders	10	<u>(42,518,820)</u>	<u>(47,910,521)</u>
<b>Increase in net assets attributable to unitholders from operations after distributions</b>		<u>348,267,813</u>	<u>83,463,182</u>

The notes on pages 21 to 66 are an integral part of these financial statements.

## VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

### STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2025

	2025 US\$	2024 US\$
<b>Net assets attributable to unitholders as at beginning of the year</b>	1,366,415,312	1,435,797,759
Issue of units	566,292,106	438,530,090
Redemption of units	(637,429,056)	(591,375,719)
<b>Net decrease from unit transactions</b>	(71,136,950)	(152,845,629)
Profit after tax and before distributions	390,786,633	131,373,703
Distributions to unitholders	(42,518,820)	(47,910,521)
<b>Increase in net assets attributable to unitholders from operations after distributions</b>	348,267,813	83,463,182
<b>Net assets attributable to unitholders as at end of the year</b>	1,643,546,175	1,366,415,312

The notes on pages 21 to 66 are an integral part of these financial statements.

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

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

FOR THE YEAR ENDED 31 DECEMBER 2025

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

Number of units	As at 1 January	Issue of units	Redemption of units	As at 31 December
<b>2025</b>				
Class A1 USD	5,027,229	260,042	(758,940)	4,528,331
Class A Acc HKD Hedged	327,528	303,680	–	631,208
Class A Acc RMB Hedged	1,952,803	3,523	(1,066,291)	890,035
Class A Acc RMB Unhedged	26,959	182,017	(38,410)	170,566
Class A2 MDis USD	31,503,143	10,417,306	(14,294,275)	27,626,174
Class A2 MDis HKD	213,406,072	58,107,269	(89,248,776)	182,264,565
Class A2 MDis AUD Hedged	19,686,225	3,162,689	(7,914,631)	14,934,283
Class A2 MDis CAD Hedged	3,998,434	587,757	(1,656,613)	2,929,578
Class A2 MDis GBP Hedged	3,337,357	653,168	(1,494,127)	2,496,398
Class A2 MDis NZD Hedged	6,427,833	4,011,077	(3,349,123)	7,089,787
Class A2 MDis RMB Hedged	39,207,476	7,628,970	(17,000,028)	29,836,418
Class A2 MDis RMB Unhedged	3,182,204	3,389,077	(2,296,751)	4,274,530
Class A2 MDis SGD Hedged	965,180	615,394	(344,865)	1,235,709
Class B MDis USD	–	2,136,899	(1,429,841)	707,058
Class B MDis HKD	–	23,729,504	(15,335,346)	8,394,158
Class B MDis AUD Hedged	–	978,433	(496,159)	482,274
Class B MDis CAD Hedged	–	732,799	(708,188)	24,611
Class B Mdis GBP Hedged	–	153,389	(95,355)	58,034
Class B MDis NZD Hedged	–	146,266	(68,388)	77,878
Class B MDis RMB Hedged	–	1,641,813	(259,932)	1,381,881
Class P MDis RMB	28,218,314	46,839,040	(41,885,956)	33,171,398
Class P MDis RMB Hedged	12,120,251	14,716,234	(12,701,455)	14,135,030
Class P Acc RMB	7,519,792	27,382,265	(13,370,647)	21,531,410
Class P Acc RMB Hedged	1,337,752	17,296,299	(5,470,864)	13,163,187
Class P Acc USD	36,664	1,209,258	(173,735)	1,072,187
Class X Acc USD Unhedged	6,969	198	(4,204)	2,963
Class Z	476,233	52,000	(50,500)	477,733

The notes on pages 21 to 66 are an integral part of these financial statements.

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

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

FOR THE YEAR ENDED 31 DECEMBER 2025

Number of units	As at 1 January	Issue of units	Redemption of units	As at 31 December
2024				
Class A1 USD	5,914,073	302,259	(1,189,103)	5,027,229
Class A Acc HKD Hedged	525,834	32,667	(230,973)	327,528
Class A Acc RMB Hedged	1,881,525	71,278	–	1,952,803
Class A Acc RMB Unhedged	19,462	25,499	(18,002)	26,959
Class A2 MDis USD	36,815,882	16,260,884	(21,573,623)	31,503,143
Class A2 MDis HKD	256,347,355	64,713,409	(107,654,692)	213,406,072
Class A2 MDis AUD Hedged	23,350,917	4,447,868	(8,112,560)	19,686,225
Class A2 MDis CAD Hedged	5,422,923	970,719	(2,395,208)	3,998,434
Class A2 MDis GBP Hedged	4,255,901	612,832	(1,531,376)	3,337,357
Class A2 MDis NZD Hedged	6,857,923	2,409,655	(2,839,745)	6,427,833
Class A2 MDis RMB Hedged	41,600,883	17,131,189	(19,524,596)	39,207,476
Class A2 MDis RMB Unhedged	5,309,164	1,107,355	(3,234,315)	3,182,204
Class A2 MDis SGD Hedged	989,735	431,543	(456,098)	965,180
Class P MDis RMB	276,784	38,716,569	(10,775,039)	28,218,314
Class P MDis RMB Hedged	726,028	20,486,072	(9,091,849)	12,120,251
Class P Acc RMB	168,815	9,979,455	(2,628,478)	7,519,792
Class P Acc RMB Hedged	518,559	1,620,638	(801,445)	1,337,752
Class P Acc USD	–	36,664	–	36,664
Class X Acc USD Unhedged	15,722	505	(9,258)	6,969
Class Z	181,956	357,058	(62,781)	476,233

The notes on pages 21 to 66 are an integral part of these financial statements.

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2025

	2025 US\$	2024 US\$
<b>Cash flows from operating activities</b>		
Increase in net assets attributable to unitholders from operations	348,267,813	83,463,182
Adjustments for:		
Dividends and interest on bank deposits	(55,510,677)	(60,732,132)
Distributions to unitholders	42,518,820	47,910,521
Withholding tax on dividends and other investment income	5,569,274	6,196,793
Interest expenses	529	463,588
	<hr/>	<hr/>
	340,845,759	77,301,952
(Increase)/decrease in financial assets at fair value through profit or loss	(290,771,639)	86,288,853
(Decrease)/increase in financial liabilities at fair value through profit or loss	(582,404)	768,423
Decrease/(increase) in amounts receivable on sales of investments	142,276	(3,197,422)
Increase/(decrease) in amounts payable on purchase of investments	3,377,046	(17,765,509)
Increase in other receivables	(5,155)	(198)
Increase in margin deposits	(139)	(162)
Increase in management fees payable	381,003	35,480
Increase in performance fees payable	46,715,275	254,746
Increase/(decrease) in accruals and other payables	213,946	(2,180)
	<hr/>	<hr/>
Cash generated from operations	100,315,968	143,683,983
Dividends and interest on bank deposits received	49,073,317	58,774,758
Interest expenses paid	(529)	(463,588)
	<hr/>	<hr/>
<b>Net cash inflow from operating activities</b>	149,388,756	201,995,153
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The notes on pages 21 to 66 are an integral part of these financial statements.

## VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

### STATEMENT OF CASH FLOWS (Continued)

FOR THE YEAR ENDED 31 DECEMBER 2025

	2025 US\$	2024 US\$
<b>Cash flows from financing activities</b>		
Distributions paid to unitholders	(42,822,405)	(48,385,711)
Proceeds from issue of units	556,723,786	436,118,529
Payments on redemption of units	<u>(633,577,390)</u>	<u>(591,640,399)</u>
<b>Net cash outflow from financing activities</b>	<u>(119,676,009)</u>	<u>(203,907,581)</u>
<b>Increase/(decrease) in cash and cash equivalents</b>	29,712,747	(1,912,428)
Cash and cash equivalents as at beginning of the year	<u>20,672,773</u>	<u>22,585,201</u>
<b>Cash and cash equivalents as at end of the year</b>	<u><u>50,385,520</u></u>	<u><u>20,672,773</u></u>

The notes on pages 21 to 66 are an integral part of these financial statements.

## **NOTES TO THE FINANCIAL STATEMENTS**

### **1 GENERAL INFORMATION**

Value Partners High-Dividend Stocks Fund (the “Fund”) is an open-ended unit trust established by the Trust Deed dated 7 August 2002 as further amended and/or supplemented from time to time (“Trust Deed”) and governed by the laws of Hong Kong. The Fund is authorised by the Securities and Futures Commission of Hong Kong and is required to comply with the Code on Unit Trusts and Mutual Funds established by the Securities and Futures Commission of Hong Kong (the “Code”).

The Fund’s investment objective is to provide capital appreciation to unitholders by investing primarily (i.e. not less than 70% of the Fund’s NAV) in a portfolio of relatively higher yielding debt and equity securities in the Asian region. The Fund will concentrate on investing in interest-bearing or dividend distributing debt and equity securities of companies or issuers listed in the Asian markets or which, in the opinion of the Manager, derive a significant proportion of their earnings or revenues from Asia. There are no fixed geographical, sectoral or industry weightings in the allocation of assets and the Manager does not intend to follow benchmark indices in determining the geographical, sectoral or industry weightings of the Fund. For the avoidance of doubt, not less than 70% of the Fund’s NAV will be invested in equity securities. The Fund’s investment activities are managed by Value Partners Hong Kong Limited (the “Manager”) and the Fund’s administration is delegated to HSBC Institutional Trust Services (Asia) Limited (the “Trustee”).

### **2 SUMMARY OF MATERIAL ACCOUNTING POLICIES**

The material accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### **(a) Basis of preparation**

The financial statements have been prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (“IASB”). The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities (including derivative financial instruments) at fair value through profit or loss.

The preparation of financial statements in conformity with IFRS Accounting Standards requires the use of certain critical accounting estimates. It also requires the exercise its judgement in the process of applying the Fund’s accounting policies.

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 2 SUMMARY OF MATERIAL ACCOUNTING POLICIES (Continued)

#### (a) Basis of preparation (Continued)

All references to net assets throughout this document refer to net assets attributable to unitholders unless otherwise stated.

#### ***Standards and amendments to existing standards effective 1 January 2025***

There are no standards, amendments to standards or interpretations that are effective for annual periods beginning on 1 January 2025 that have a material effect on the financial statements of the Fund.

#### ***Standards that are not yet effective and have not been early adopted by the Fund***

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2025, and have not been early adopted in preparing these financial statements. The Fund's assessment of the impact of these new standards and amendments is set out below.

- i) Amendments to the Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7 (effective for annual periods beginning on or after 1 January 2026)
- ii) IFRS 18 Presentation and Disclosure in Financial Statements (effective for annual periods beginning on or after 1 January 2027)

The IASB issued the new standard on presentation and disclosure in financial statements, which replaces IAS 1, with a focus on updates to the statement of profit or loss.

The Fund is currently still assessing the effect of the forthcoming standard and amendments. No other new standards or amendments to standards are expected to have a material effect on the financial statements of the Fund.



## **NOTES TO THE FINANCIAL STATEMENTS (Continued)**

### **2 SUMMARY OF MATERIAL ACCOUNTING POLICIES (Continued)**

#### **(b) Investment entity**

The Fund has been deemed to meet the definition of an investment entity per IFRS 10 “Consolidated Financial Statement” as the following conditions exist:

- (i) The Fund has multiple investments.
- (ii) The Fund obtained funding for the purpose of providing investors with investment management services.
- (iii) The Fund’s business purpose, which was communicated directly to investors, is investing solely for returns from capital appreciation and investment income; and
- (iv) The performance of investments made through the investee funds are measured and evaluated on a fair value basis.

The Fund meets all of the typical characteristics of an investment entity and management believes it is an investment entity. The Fund is required to account for the unconsolidated structure entities at fair value through profit and loss.

#### **(c) Interest in unconsolidated structured entities**

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity.

The Fund considers its investment in investee funds to be investment in unconsolidated structured entities. The Fund invests in investee funds whose objectives range from achieving medium to long term capital growth and whose investment strategy does not include the use of leverage. The investee funds are managed by a group company of the Manager who apply various investment strategies to accomplish the respective investment objectives of the investee funds.

The Fund’s investments in unconsolidated structured entities are shown as financial assets at fair value through profit and loss. The change in fair value of each investee fund is included in the statement of comprehensive income.

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 2 SUMMARY OF MATERIAL ACCOUNTING POLICIES (Continued)

#### (d) Financial assets and liabilities at fair value through profit or loss

##### (i) *Classification*

###### *– Assets*

The Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The Fund has not taken the option to irrevocably designate any equity securities as fair value through other comprehensive income. The contractual cash flows of the Fund's debt securities are solely principal and interest, however, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model's objective.

###### *– Liabilities*

The Fund short sales in which a borrowed security is sold in anticipation of a decline in the market value of that security, or it may use short sales for various arbitrage transactions. Short sales are held for trading and are consequently classified as financial liabilities at fair value through profit or loss. Derivative contracts that have a negative fair value are presented as liabilities at fair value through profit or loss.

As such, the Fund classifies all of its investment portfolio as financial assets or liabilities as fair value through profit or loss.

The Fund's policy requires the Manager and Trustee to evaluate the information about these financial assets and liabilities on a fair value basis together with other related financial information.

All derivatives are carried in assets when amounts are receivable by the Fund and in liabilities when amounts are payable by the Fund.

## **NOTES TO THE FINANCIAL STATEMENTS (Continued)**

### **2 SUMMARY OF MATERIAL ACCOUNTING POLICIES (Continued)**

#### **(d) Financial assets and liabilities at fair value through profit or loss**

##### **(ii) *Recognition/derecognition***

Regular-way purchases and sales of investments are recognised on the trade date – the date on which the Fund commits to purchase or sell the investment. Investments are derecognised when the rights to receive cash flows from the investments have expired or the Fund has transferred substantially all risks and rewards of ownership.

##### **(iii) *Measurement***

Financial assets and liabilities at fair value through profit or loss are initially recognised at fair value. Transaction costs are expensed in the statement of comprehensive income. Subsequent to initial recognition, all financial assets and liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of financial assets at fair value through profit or loss are presented in the statement of comprehensive income in the year in which they arise.

##### **(iv) *Fair value estimation***

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and trading securities) are based on last traded prices at the close of trading on the reporting date. An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

The Fund utilises the last traded market price for both financial assets and financial liabilities where the last traded price falls within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, management will determine the point within the bid-ask spread that is most representative of fair value.

Debt securities are stated at fair valued based on quoted prices inclusive of accrued interest.

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 2 SUMMARY OF MATERIAL ACCOUNTING POLICIES (Continued)

#### (d) Financial assets and liabilities at fair value through profit or loss (Continued)

##### (iv) Fair value estimation (Continued)

Investments in investee funds are stated at fair value based on the net asset value per unit/share of the respective funds as determined by the administrators of the relevant funds or stated at last traded prices if the investee funds are listed or traded on an exchange. When trading of financial assets and liabilities is suspended, the investment is valued at the manager's estimate of its fair value.

Over-the-counter derivatives that are not traded in an active market is determined by using broker quotes or valuation techniques.

#### (e) Income

##### (i) Interest income

Interest income on bank deposits is recognised in the statement of comprehensive income on a time-proportionate basis using the effective interest method.

Interest income on debt securities is recognised in the statement of comprehensive income within "Net realised gains/(losses) on investments" and "Change in unrealised gains/losses on investments", which depends on whether the Fund holds that debt security as at year end.

##### (ii) Dividends

Dividends is recognised when the right to receive payment is established.

#### (f) Expenses

Expenses are accounted for on an accrual basis and are charged to the statement of comprehensive income.

## **NOTES TO THE FINANCIAL STATEMENTS (Continued)**

### **2 SUMMARY OF MATERIAL ACCOUNTING POLICIES (Continued)**

#### **(g) Transaction costs**

Transaction costs are costs incurred to acquire financial assets or liabilities at fair value through profit or loss. They include fees and commissions paid to agents, advisors, brokers and dealers. Transaction costs when incurred, are immediately recognised in the statement of comprehensive income as an expense.

#### **(h) Distributions to unitholders**

Proposed distributions to unitholders are recognised in the statement of comprehensive income when they are appropriately authorized. The Manager expects to be able to pay distributions from the net distributable income generated by the Fund from its investment but in the event that such net distributable income is insufficient to pay distributions as it declares, the Manager may in its discretion determine that such distributions may be paid from capital. The distribution on the units is recognised in the statement of comprehensive income.

#### **(i) Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount reported in the statement of financial position where the Fund currently has a legally enforceable right to set-off the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Fund or the counterparty.

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 2 SUMMARY OF MATERIAL ACCOUNTING POLICIES (Continued)

#### (j) Foreign currency translation

##### (i) *Functional and presentation currency*

Items included in the financial statements are measured using the currency of the primary economic environment in which the Fund operates (“the functional currency”). The performance of the Fund is measured and reported to the unitholders in United States dollar (“US\$”). The Manager considers US\$ as the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions. The financial statements are presented in US\$, which is the Fund’s functional and presentation currency.

##### (ii) *Transactions and balances*

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign currency assets and liabilities are translated into the functional currency using the exchange rate prevailing at the year end date.

Foreign exchange gains and losses arising from translation are included in the statement of comprehensive income.

Foreign exchange gains and losses relating to cash and cash equivalents are presented in the statement of comprehensive income within “net foreign exchange losses”.

Foreign exchange gains and losses relating to the financial assets and liabilities carried at fair value through profit or loss are presented in the statement of comprehensive income within “net realised gains/(losses) on investments” and “change in unrealised gains/losses on investments”.

#### (k) Taxation

The Fund currently incurs withholding tax imposed by certain countries on investment income and capital gains. Such income is recorded gross of withholding tax in the statement of comprehensive income.

## **NOTES TO THE FINANCIAL STATEMENTS (Continued)**

### **2 SUMMARY OF MATERIAL ACCOUNTING POLICIES (Continued)**

#### **(l) Cash and cash equivalents**

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of 3 months or less, and exclude overdrafts with the broker as they are restricted for investment purposes. Bank overdrafts are shown in current liabilities in the statement of financial position.

#### **(m) Redeemable units**

Redeemable units are classified as financial liabilities and are issued or redeemed at the holder's option at prices based on the Fund's net asset value per unit as at the close of business on the relevant dealing day. The Fund's net asset value per unit is calculated by dividing the net assets attributable to the unitholders with the total number of outstanding units.

The redeemable units will be issued when the signed application for subscription or switching of Units in the relevant Class has been received. The subscription monies should be received no more than three Business Days after the close of the relevant Dealing period. The amounts receivable on issue of units are recognised when the subscription applications are received but not yet settled.

The redemption monies will be paid with the maximum interval between the receipt of a properly documented request for redemption of Units and payment of the redemption proceeds to the unitholders may not exceed one calendar month. The amounts payable on redemption of units are recognised when the redemption requests are received but not yet settled.

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 3 CRITICAL ACCOUNTING ESTIMATES AND ASSUMPTIONS

The Manager makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. Estimates are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are outlined below.

#### **Fair value of financial instruments not quoted in an active market**

The Fund holds financial instruments that are not traded or quoted in an active market. The Fund uses its judgement to select the appropriate methods and make assumptions based on market conditions existing at the end of each reporting period to estimate the fair value of such financial instruments.

Valuation techniques include the market approach using prices and other relevant information generated by market transactions involving identical or comparable assets or liabilities such as net asset values as provided by fund administrators, broker quotes and last transacted price. Broker quotes obtained from the pricing sources (such as pricing agencies or bond/debt market makers) may be indicative and not executable or binding. The Fund would exercise judgement and estimates on the quantity and quality of pricing sources uses. Where no market data is available, the Fund may value positions using its own models. Although best estimate is used in estimating fair values, there are inherent limitations in any valuation technique. Estimated fair values may differ from the values that would have been used if a readily available market existed.



## **NOTES TO THE FINANCIAL STATEMENTS (Continued)**

### **4 FINANCIAL RISK MANAGEMENT**

The Fund's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, price risk and interest rate risk), credit and counterparty risk and liquidity risk.

The risks and respective risk management policies employed by the Fund to manage these risks are discussed below:

#### **(a) Market risk**

##### **(i) *Foreign exchange risk***

The Fund may hold assets denominated in currencies other than the US\$, the functional currency, it may therefore be exposed to foreign exchange risk. The Fund's overall currency positions are monitored on a daily basis by the Manager.

The table below includes both monetary and non-monetary assets and liabilities held in foreign currencies together with the percentage of reasonable possible change in foreign exchange rates and the estimated impact on net assets. Non-monetary investments include equity securities and equity related derivatives. Monetary investments include debt securities and currency forwarding.

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 4 FINANCIAL RISK MANAGEMENT (Continued)

#### (a) Market risk (Continued)

##### (i) Foreign exchange risk (Continued)

	Total net foreign currency exposures			
	Non- monetary net assets <i>US\$ equivalent</i>	Monetary net assets/ (liabilities) <i>US\$ equivalent</i>	Percentage change %	Estimated impact on net assets <i>US\$</i>
<b>As at 31 December 2025</b>				
Australian dollar	-	92,816,018	+/-6	5,568,961
Canadian dollar	-	20,147,461	+/-5	1,007,373
Euro	-	357	+/-7	25
Hong Kong dollar*	780,136,163	3,332,309	+/-0	-
Indian rupiah	50,036,046	185,719	+/-5	2,511,088
Indonesian rupiah	24,013,491	-	+/-5	1,200,675
Korean won	314,870,417	(184,574)	+/-6	18,881,151
Malaysian ringgit	12,615,143	-	+/-5	630,757
New Zealand dollar	-	37,270,310	+/-6	2,236,219
Philippine peso	14,325,317	680,829	+/-4	600,246
Pound sterling	-	30,759,297	+/-6	1,845,558
Renminbi	2,972,436	101,484,641	+/-5	5,222,854
Singapore dollar	39,191,813	10,197,551	+/-3	1,481,681
Taiwan dollar	307,955,178	2,662,529	+/-6	18,637,062
Thai baht	7,320,131	-	+/-3	219,604
Vietnamese dong	13,502,240	189,032	+/-4	547,651
	1,566,938,375	299,541,479		

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 4 FINANCIAL RISK MANAGEMENT (Continued)

#### (a) Market risk (Continued)

##### (i) Foreign exchange risk (Continued)

	Total net foreign currency exposures			
	Non- monetary net assets <i>US\$ equivalent</i>	Monetary net assets <i>US\$ equivalent</i>	Percentage change %	Estimated impact on net assets <i>US\$</i>
<b>As at 31 December 2024</b>				
Australian dollar	-	90,585,701	+/-6	5,435,142
Canadian dollar	-	22,018,903	+/-4	880,756
Hong Kong dollar*	735,056,611	5,596,212	+/-0	-
Indian rupiah	56,964,730	195,015	+/-4	2,286,390
Indonesian rupiah	37,375,961	63,864	+/-5	1,871,991
Korean won	212,733,513	9	+/-8	17,018,682
Malaysian ringgit	7,470,800	163,276	+/-5	305,363
New Zealand dollar	-	27,628,503	+/-7	1,933,995
Philippine peso	19,138,963	-	+/-5	956,948
Pound sterling	-	31,015,902	+/-5	1,550,795
Renminbi	10,870,100	67,853,491	+/-4	3,148,944
Singapore dollar	28,989,240	6,879,951	+/-2	717,384
Taiwan dollar	143,743,918	325,832	+/-5	7,203,488
Thai baht	1,426,895	-	+/-4	57,076
Vietnamese dong	1,923,710	85,486	+/-4	80,368
	<u>1,255,694,441</u>	<u>252,412,145</u>		

\* The Hong Kong dollar is currently linked to the United States dollar, the functional currency, within a narrow range, and is therefore not exposed to significant foreign exchange risk.

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 4 FINANCIAL RISK MANAGEMENT (Continued)

#### (a) Market risk (Continued)

##### *(ii) Price risk*

Market price risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices, whether those changes are caused by factors specific to the individual instrument or factors affecting all instruments in the market.

The Fund trade in financial instruments, taking positions in traded and over-the-counter instruments to take advantage of short-term market movements in the equity and bond markets within specified limits. The Fund is also subject to market price risk in relation to their investment of units in underlying funds, for prices in the future are uncertain.

The investment of equity securities, debt instruments and units in underlying funds are classified as financial assets at fair value through profit or loss in the statement of net assets.

All investments present a risk of loss of capital. The Manager moderate this risk through (i) a careful selection of securities and other financial instruments within specified limits, (ii) diversification of the investment portfolio whereby the maximum value of each Fund holding of securities issued by any single issuer may not exceed 10% of its total nets assets and (iii) deliberate investment funds selection.

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 4 FINANCIAL RISK MANAGEMENT (Continued)

#### (a) Market risk (Continued)

##### (ii) Price risk (Continued)

The Fund's overall market exposures at the reporting date were as follows:

	% of net assets	
	2025	2024
<b>Financial assets at fair value through profit or loss</b>		
<b>Listed equity securities</b>		
China	0.18	0.80
Hong Kong		
– H Shares	9.62	17.15
– Red Chips	10.47	14.06
– Others	27.37	22.58
India	3.05	4.17
Indonesia	1.46	2.73
Malaysia	0.77	0.55
Philippines	0.87	1.40
Singapore	3.15	2.12
South Korea	19.16	15.57
Taiwan	18.74	10.52
Thailand	0.45	0.10
The United States of America	1.38	0.76
Vietnam	0.82	0.14
	<u>97.49</u>	<u>92.65</u>
	-----	-----
<b>Unlisted equity securities</b>		
Hong Kong	–	–
<b>Unlisted investment funds</b>		
Japan	0.08	0.07
Mauritius	2.03	5.90
	<u>2.11</u>	<u>5.97</u>
	-----	-----
<b>Listed equity warrants</b>		
Hong Kong	–*	–
<b>Forward exchange contracts</b>	<u>0.09</u>	<u>0.01</u>
	-----	-----
	<u>99.69</u>	<u>98.63</u>
	=====	=====

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 4 FINANCIAL RISK MANAGEMENT (Continued)

#### (a) Market risk (Continued)

##### (ii) Price risk (Continued)

	% of net assets	
	2025	2024
<b>Financial liabilities at fair value through profit or loss</b>		
<b>Forward exchange contracts</b>	(0.01)	(0.06)
	99.68	98.57

\* Denotes less than 0.005% of net assets.

The table below shows the analysis of the net position of equity securities and derivatives on equity securities by industry.

	2025 % of total investments	2024 % of total investments
Communication services	12.04	17.15
Consumer discretionary	13.71	11.34
Consumer staples	6.48	5.86
Energy	0.18	0.20
Financials	14.85	18.85
Health care	1.38	0.97
Industrials	14.31	16.92
Information technology	28.89	20.07
Materials	0.63	0.30
Real estate	7.38	6.56
Utilities	0.15	1.78
	100.00	100.00

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 4 FINANCIAL RISK MANAGEMENT (Continued)

#### (a) Market risk (Continued)

##### (ii) Price risk (Continued)

The Fund may sell securities of an issuer short. Short sales made by the Fund involve certain risks and special considerations. Possible losses from short sales differ from losses that could be incurred from a purchase of a security, because losses from short sales may be unlimited, whereas losses from purchases cannot exceed the total amount invested.

The table below summarises the sensitivity of the Fund's portfolio of listed equity securities, equity derivatives and investment funds to equity price movements. The analysis is based on the assumptions that the MSCI Asia Pacific (ex-Japan) Index increased/decreased with all other variables held constant and that the fair value of the Fund's portfolio of listed equity securities and notional value of the Fund's derivatives moved according to their historical correlation with the index. The Manager does not manage price risk with reference to any market index. The index used below is for guidance and performance comparison purposes only.

	Percentage change		Estimated impact on net assets	
	2025 %	2024 %	2025 US\$	2024 US\$
MSCI Asia Pacific (ex-Japan) Index	+/-15	+/-10	+/-226,004,565	+/-127,807,061

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 4 FINANCIAL RISK MANAGEMENT (Continued)

#### (a) Market risk (Continued)

##### (iii) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument or future cash flow will fluctuate due to changes in market interest rates.

The table below summaries the Fund's financial assets and liabilities at the reporting date which expose it to the risk associated with the effects of fluctuations in the prevailing levels of market interest rates, categorised by remaining maturity dates.

	<b>Less than 1 month</b>	
	<b>2025</b>	<b>2024</b>
	<i>US\$</i>	<i>US\$</i>
Cash and cash equivalents	<u>50,385,520</u>	<u>20,672,773</u>
Interest sensitivity gap	<u><u>50,385,520</u></u>	<u><u>20,672,773</u></u>

The bank balances are placed at short term market interest rate and the Manager considers that the Fund is not subject to significant amount of risk due to the stable and low fluctuation in the prevailing levels of market interest rates.

#### (b) Credit and counterparty risk

The Fund limits its exposure to credit risk by transacting the majority of its securities and contractual commitment activities with broker-dealers, banks and regulated exchanges that the Manager considers to be well established and financially sound. All transactions in listed securities are settled/paid for upon delivery using approved and reputable brokers. The risk of default is considered minimal since delivery of securities sold is only made when the broker has received payment. In a purchase, payment is made when the securities have been received by the broker. If either party fails to meet its obligation, the trade will fail.



## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 4 FINANCIAL RISK MANAGEMENT (Continued)

#### (b) Credit and counterparty risk (Continued)

The table below shows the exposures to major counterparties at the reporting date. Credit quality is based on assessments issued by internationally recognised credit rating agencies.

	2025 <i>US\$</i>	2024 <i>US\$</i>
<b>Counterparty</b>		
Cash and margin deposit with banks and brokers		
Investment-grade equivalent	50,388,799	20,675,913
Investments placed with custodian		
Investment-grade equivalent	1,638,478,635	1,347,706,996
Amounts receivable on sale of investments		
Investment-grade equivalent	3,126,666	3,268,942

The Fund measures credit risk and expected credit losses using probability of default, exposure at default and loss given default. Management consider both historical analysis and forward looking information in determining any expected credit loss. As at 31 December 2025 and 2024, all amounts receivable on sales of investments, amounts receivable on issue of units, dividends, interest receivables and other receivables, margin deposits and bank balances are held with counterparties assessed to be of investment-grade or equivalent and are due to be settled within 1 week. Applying the requirements of IFRS 9, the expected credit loss ("ECL") is immaterial for the Fund and, as such, no ECL has been recognised within the financial statements.

The maximum exposure to credit risk at the reporting date is the carrying amount of the financial assets as shown in the statement of financial position.

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 4 FINANCIAL RISK MANAGEMENT (Continued)

#### (c) Liquidity risk

The table below analyses the Fund's financial assets and financial liabilities based on the remaining period at the reporting date to the contractual maturity date. The amounts disclosed in the tables are the contractual undiscounted cash flows. The tables below reflect captions of the statement of financial position items and shows how much of the net assets can be redeemed if the Manager does not exercise the 10% redemption gate.

	<b>Less than 3 months</b>	
	<b>2025</b>	<b>2024</b>
	<i>US\$</i>	<i>US\$</i>
<b>Total financial assets</b>	<b>1,708,849,135</b>	<b>1,378,065,325</b>
<b>Current liabilities</b>		
Financial liabilities at fair value through profit or loss	211,597	794,001
Amounts payable on purchase of investments	3,377,046	–
Amounts payable on redemption of units	8,900,512	5,048,846
Management fees payable	1,894,570	1,513,567
Performance fees payable	46,970,021	254,746
Distributions payable	3,492,801	3,796,386
Accruals and other payables	456,413	242,467
Net assets attributable to unitholders	1,643,546,175	1,366,415,312
<b>Total financial liabilities</b>	<b>1,708,849,135</b>	<b>1,378,065,325</b>

As at 31 December 2025, the Fund was subject to two (2024: two) passive hedging arrangements with its derivative counterparties. The arrangement gives the Fund and the counterparties the legally enforceable right to set-off certain financial assets and liabilities.

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 4 FINANCIAL RISK MANAGEMENT (Continued)

#### (c) Liquidity risk (Continued)

The Fund and its counterparty have elected to settle all the financial assets and liabilities on a gross basis. Although, each party has the option to settle the financial assets and liabilities below on a net basis in the event of default of the other party. Accordingly, all the financial assets and liabilities has been recognised in the statement of financial position on a gross basis.

The following table presents the Fund's financial assets and liabilities eligible to offsetting had the Fund elected to enforce the master netting agreement and similar agreements at the reporting date. The amount to be offset is limited to the absolute value of financial assets or financial liabilities within the same counterparty.

	2025 US\$	2024 US\$
<b>Gross amounts of recognised financial assets</b>		
Forward exchange contracts	<u>1,484,372</u>	<u>153,216</u>
<b>Net amounts of financial assets presented in the statement of financial position</b>	<u><u>1,484,372</u></u>	<u><u>153,216</u></u>
<b>Gross amounts of recognised financial liabilities</b>		
Forward exchange contracts	<u>(211,597)</u>	<u>(794,001)</u>
<b>Net amounts of financial liabilities presented in the statement of financial position</b>	<u><u>(211,597)</u></u>	<u><u>(794,001)</u></u>
<b>Net amount</b>	<u><u>1,272,775</u></u>	<u><u>(640,785)</u></u>

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 4 FINANCIAL RISK MANAGEMENT (Continued)

#### (c) Liquidity risk (Continued)

##### *Capital Management*

The capital of the Fund is represented by the net assets attributable to unitholders which is subject to daily subscriptions and redemptions of redeemable units. The Fund's objective for capital management is to provide returns and long-term capital growth for unitholders. In order to maintain the capital structure, the Manager performs the following:

- Monitor subscriptions and redemptions activities relative to liquid assets;
- Protect the interest of unitholders and in exceptional circumstances, the Manager may limit the total number of units redeemed on any redemption day to 10% in aggregate of the total number of units in issue; and
- Monitor fund investment guidelines and restrictions, in accordance with the Explanatory Memorandum.

The markets in which the Fund invests may be relatively illiquid and the liquidity of these markets may fluctuate substantially over time. Investment of the Fund's assets in relatively illiquid securities may restrict the ability of the Fund to dispose of its investments at a price and time that it wishes. The risk of illiquidity also arises in the case of over-the-counter transactions. As at 31 December 2025 and 2024, the Manager considers that the amount of such illiquid investments is relatively insignificant compared to the net assets attributable to unitholders and the majority of the Fund's asset can be realised within 7 days or less to generate cash inflows for managing liquidity risk.

Below presents a list of investors who held more than 10% of the net assets of the Fund:

Investor	% of net assets
<b>As at 31 December 2025</b>	
Investor 1	20.98
Investor 2	10.66
<b>As at 31 December 2024</b>	
Investor 1	21.46
Investor 2	12.44

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 4 FINANCIAL RISK MANAGEMENT (Continued)

#### (d) Fair value estimation

The following table analyses within the fair value hierarchy the Fund's financial assets and liabilities (by class) measured at fair value at the reporting date.

	Level 1 <i>US\$</i>	Level 2 <i>US\$</i>	Level 3 <i>US\$</i>	Total <i>US\$</i>
<b>As at 31 December 2025</b>				
<b>Financial assets at fair value through profit or loss</b>				
Listed equity securities	1,602,258,814	–	–	1,602,258,814
Unlisted investment funds	–	34,713,061	–	34,713,061
Forward exchange contracts	–	1,484,372	–	1,484,372
Listed equity warrants	22,388	–	–	22,388
	<u>1,602,281,202</u>	<u>36,197,433</u>	<u>–</u>	<u>1,638,478,635</u>
<b>Financial liabilities at fair value through profit or loss</b>				
Forward exchange contracts	–	(211,597)	–	(211,597)
	<u>–</u>	<u>(211,597)</u>	<u>–</u>	<u>(211,597)</u>

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 4 FINANCIAL RISK MANAGEMENT (Continued)

#### (d) Fair value estimation (Continued)

	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
<b>As at 31 December 2024</b>				
<b>Financial assets at fair value through profit or loss</b>				
Listed equity securities	1,266,035,235	-	-	1,266,035,235
Unlisted investment funds	-	81,518,545	-	81,518,545
Forward exchange contracts	-	153,216	-	153,216
	<u>1,266,035,235</u>	<u>81,671,761</u>	<u>-</u>	<u>1,347,706,996</u>
<b>Financial liabilities at fair value through profit or loss</b>				
Forward exchange contracts	-	(794,001)	-	(794,001)

Investments whose values are based on quoted market prices in active markets, and therefore classified within level 1, include active listed equity securities, listed investment funds and listed equity warrants. The Fund does not adjust the quoted price for these investments.

Financial instruments that are not traded in active markets and are valued based on quoted market prices or broker quotes, or financial instruments for which there is no active market and are valued based on valuation models supported by observable inputs are classified within level 2.

Investments classified within level 3 have significant unobservable inputs, as they are traded infrequently. As at 31 December 2025, the Fund did not hold any level 3 investment (2024: zero).

There is no transfer between levels for the years ended 31 December 2025 and 2024.

There is no movement in level 3 investments for the years ended 31 December 2025 and 2024.

Other assets and liabilities are carried at amortised cost and their carrying values are a reasonable approximation of fair value.

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 4 FINANCIAL RISK MANAGEMENT (Continued)

#### (e) Financial derivative instruments

The Fund's financial derivative instruments at the reporting date are detailed as follows:

	Notional amount long/(short)	Fair value Assets US\$	Liabilities US\$
<b>As at 31 December 2025</b>			
<b>Counterparty A:</b>			
Forward exchange contracts	AUD142,257,982	588,919	-
Forward exchange contracts	CNH715,083,364	672,405	-
Forward exchange contracts	CAD28,672,016	80,047	-
Forward exchange contracts	(NZD1,138,379)	6,625	-
Forward exchange contracts	GBP23,696,743	119,230	-
Forward exchange contracts	SGD13,134,610	17,146	-
Forward exchange contracts	AUD172,122	-	(3,467)
Forward exchange contracts	CAD260,937	-	(877)
Forward exchange contracts	(HKD7,190,442)	-	(712)
Forward exchange contracts	CNH41,470,557	-	(33,108)
Forward exchange contracts	GBP357,626	-	(3,386)
Forward exchange contracts	SGD27,694	-	(336)
Forward exchange contracts	(NZD66,579,499)	-	(169,711)
		1,484,372	(211,597)
		1,484,372	(211,597)

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 4 FINANCIAL RISK MANAGEMENT (Continued)

#### (e) Financial derivative instruments (Continued)

	Notional amount long/(short)	Fair value Assets US\$	Liabilities US\$
<b>As at 31 December 2024</b>			
<b>Counterparty A:</b>			
Forward exchange contracts	(AUD1,056,024)	3,850	-
Forward exchange contracts	(CNH4,009,075)	2,269	-
Forward exchange contracts	CAD31,590,777	17,754	-
Forward exchange contracts	GBP24,831,833	129,107	-
Forward exchange contracts	HKD2,911,657	236	-
Forward exchange contracts	(AUD147,371,986)	-	(431,101)
Forward exchange contracts	(CNH476,147,434)	-	(306,531)
Forward exchange contracts	(NZD49,473,971)	-	(43,914)
Forward exchange contracts	(SGD8,415,787)	-	(12,455)
		<u>153,216</u>	<u>(794,001)</u>



## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 5 INVESTMENTS IN UNCONSOLIDATED STRUCTURED ENTITIES

Unconsolidated structured entities consist of investments in investee funds which are subject to the terms and conditions of the respective investee funds' offering documents and are susceptible to market price risk arising from uncertainties about future values of those structured entities. The Manager makes investment decisions after extensive due diligence of the underlying fund, its strategy and the overall quality of the underlying fund's manager.

The Fund's holding in investee funds, as a percentage of the respective structured entity's total net asset value, will vary from time to time dependent on the volume of subscriptions and redemptions at structured entities level. It is possible that the Fund may, at any point in time, hold a majority of a structured entity's total shares in issue.

The table below summaries the Fund's holdings in investee funds as at the reporting date:

Investee funds	Fund manager	% Ownership		Place of Incorporation	Dealing Frequency
		2025	2024		
Malabar India Fund Limited <sup>Δ</sup>	Malabar Investments, LLC <sup>#</sup>	3.53%	7.71%	Mauritius	Monthly*
Malabar Select Fund <sup>Δ</sup>	Malabar Investments, LLC <sup>#</sup>	5.73%	4.31%	Mauritius	Monthly*
Value Partners Japan REIT Fund	Value Partners Hong Kong Limited	2.58%	3.30%	Hong Kong	Daily

\* The manager of the investee funds also has the ability to limit daily redemptions and withhold the requested amount. Under extraordinary circumstances, the manager of the investee funds also has the ability to suspend redemptions.

Δ The investment funds are not authorized in Hong Kong and not available to the public in Hong Kong.

# As at 31 December 2025, a fellow subsidiary of the Manager had a shareholding interest of 3.3% (2024: 6.6%) in Malabar Investments, LLC.

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 5 INVESTMENTS IN UNCONSOLIDATED STRUCTURED ENTITIES (Continued)

Movements in the fair value of the investee funds' portfolio and corresponding movements in the fair value of the investee funds may expose the Fund to a loss. The Fund's maximum exposure to loss from its interests in structured entities is equal to the total fair value of its investments in structured entities. Once the Fund has disposed of its shares in a structured entity, the Fund ceases to be exposed to any risk from that structured entity.

The exposure to investments in investee funds at fair value is disclosed in the following table. These investments are included in financial assets at fair value through profit or loss in the statement of financial position.

	<b>Fair value</b> <i>US\$</i>	<b>% of net assets</b>
<b>As at 31 December 2025</b>		
Malabar India Fund Limited	26,919,491	1.63
Malabar Select Fund	6,530,570	0.40
Value Partners Fund Series – Value Partners Japan REIT Fund	1,263,000	0.08
	<u>34,713,061</u>	<u>2.11</u>

	<b>Fair value</b> <i>US\$</i>	<b>% of net assets</b>
<b>As at 31 December 2024</b>		
Malabar India Fund Limited	72,673,384	5.32
Malabar Select Fund	7,858,161	0.58
Value Partners Fund Series – Value Partners Japan REIT Fund	987,000	0.07
	<u>81,518,545</u>	<u>5.97</u>

## **NOTES TO THE FINANCIAL STATEMENTS (Continued)**

### **5 INVESTMENTS IN UNCONSOLIDATED STRUCTURED ENTITIES (Continued)**

Total purchases and total sales in structured entities during the year ended 31 December 2025 were US\$Nil (2024: US\$24,679,018) and US\$36,424,942 (2024: US\$38,688,928) respectively. As at 31 December 2025 and 2024 there were no capital commitment obligations or amounts due to structured entities for unsettled purchases.

During the year ended 31 December 2025, total net loss of US\$10,380,542 (2024: net gain of US\$13,303,815) was incurred on investments in investee funds.

There was no distribution received for the investee funds for the years ended 31 December 2025 and 2024.

### **6 REDEEMABLE UNITS**

Units of the Fund are issued in different classes. Class Z units are offered primarily for institutional investors. Class X units are offered for professional investors. Class P Acc RMB and Class P MDis RMB are offered for subscription to investors in the People's Republic of China only. All units are subject to daily redemption. The management fees charged to each class of units are disclosed in note 7(a).

The Fund may enter into certain currency related transactions in order to hedge the currency exposure of the assets of the Fund attributable to a particular class into the class currency of the relevant class. Any financial instruments used to implement such strategies with respect to one or more classes shall be assets/liabilities of the Fund as a whole but will be attributable to the relevant classes and the gains/losses on and the costs of the relevant financial instruments will accrue solely to the relevant class.

All classes of units are redeemable at the option of the unitholders and do not have identical features. The units can be put back to the Fund for cash equal to a proportionate share of the Fund's net asset value.

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 6 REDEEMABLE UNITS (Continued)

The Manager may, in accordance with the Trust Deed, determine to make a distribution out of the income and/or capital (including unrealised capital gains or other unrealised profits during the relevant financial year and undistributed net income and undistributed net realised capital gains or profits brought forward from previous financial years) of the Fund to unitholders. Investors should note that the payment of dividends out of capital represents a return or withdrawal of part of the amount they originally invested or from any capital gains attributable to the original investment. Such distributions may result in an immediate reduction of the net asset value per unit of the Fund.

The Manager may make distribution at its discretion for Class A1 units of the Fund. The Manager reviews the amount for dividend distribution once a year before determining whether dividends will be made. In respect of Class A1 USD, Class A2 MDis USD, Class A2 MDis HKD, Class A2 MDis AUD Hedged, Class A2 MDis CAD Hedged, Class A2 MDis GBP Hedged, Class A2 MDis NZD Hedged, Class A2 MDis RMB Hedged, Class A2 MDis RMB Unhedged, Class A2 MDis SGD Hedged, Class B MDis USD, Class B MDis HKD, Class B MDis AUD Hedged, Class B MDis CAD Hedged, Class B MDis GBP Hedged, Class B MDis NZD Hedged, Class B MDis RMB Hedged, Class P MDis RMB, Class P MDis RMB Hedged (collectively referred to as “Distribution Classes”), the Manager currently intends to make monthly dividends distribution to unitholders. In respect of Class A Acc HKD Hedged, Class A Acc RMB Hedged, Class A Acc RMB Unhedged, Class P Acc RMB, Class P Acc RMB Hedged, Class P Acc USD, Class X Acc USD Unhedged and Class Z (collectively referred to as “Accumulation Classes”), the Manager currently does not intend to make dividends distribution to unitholders. However, the Manager may consider not making distributions for the relevant class in any financial year, in its absolute discretion. Where distributions are made, the amount available for distribution in respect of each financial year will be determined and declared at such date(s) the Manager may, with the prior consent of the Trustee, determine.

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 6 REDEEMABLE UNITS (Continued)

#### Number of units in issue

All issued units are fully paid and have no par value. Each unit carries one vote.

Number of units and the net asset value per unit at the reporting date was as follows:

	2025	2024
<b>Number of units</b>		
Class A1 USD	4,528,331	5,027,229
Class A Acc HKD Hedged	631,208	327,528
Class A Acc RMB Hedged	890,035	1,952,803
Class A Acc RMB Unhedged	170,566	26,959
Class A2 MDis USD	27,626,174	31,503,143
Class A2 MDis HKD	182,264,565	213,406,072
Class A2 MDis AUD Hedged	14,934,283	19,686,225
Class A2 MDis CAD Hedged	2,929,578	3,998,434
Class A2 MDis GBP Hedged	2,496,398	3,337,357
Class A2 MDis NZD Hedged	7,089,787	6,427,833
Class A2 MDis RMB Hedged	29,836,418	39,207,476
Class A2 MDis RMB Unhedged	4,274,530	3,182,204
Class A2 MDis SGD Hedged	1,235,709	965,180
Class B MDis USD	707,058	–
Class B MDis HKD	8,394,158	–
Class B MDis AUD Hedged	482,274	–
Class B MDis CAD Hedged	24,611	–
Class B MDis GBP Hedged	58,034	–
Class B MDis NZD Hedged	77,878	–
Class B MDis RMB Hedged	1,381,881	–
Class P MDis RMB	33,171,398	28,218,314
Class P MDis RMB Hedged	14,135,030	12,120,251
Class P Acc RMB	21,531,410	7,519,792
Class P Acc RMB Hedged	13,163,187	1,337,752
Class P Acc USD	1,072,187	36,664
Class X Acc USD Unhedged	2,963	6,969
Class Z	477,733	476,233

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 6 REDEEMABLE UNITS (Continued)

#### Number of units in issue (Continued)

	2025	2024
Net asset value per unit		
Class A1 USD	USD135.41	USD104.24
Class A Acc HKD Hedged	HKD11.49	HKD8.89
Class A Acc RMB Hedged	RMB18.19	RMB14.29
Class A Acc RMB Unhedged	RMB22.98	RMB18.62
Class A2 MDis USD	USD11.66	USD9.43
Class A2 MDis HKD	HKD10.69	HKD8.62
Class A2 MDis AUD Hedged	AUD9.17	AUD7.40
Class A2 MDis CAD Hedged	CAD9.64	CAD7.89
Class A2 MDis GBP Hedged	GBP9.11	GBP7.40
Class A2 MDis NZD Hedged	NZD9.19	NZD7.63
Class A2 MDis RMB Hedged	RMB9.77	RMB7.90
Class A2 MDis RMB Unhedged	RMB11.22	RMB9.57
Class A2 MDis SGD Hedged	SGD10.65	SGD8.68
Class B MDis USD	USD12.32	–
Class B MDis HKD	HKD12.32	–
Class B MDis AUD Hedged	AUD12.21	–
Class B MDis CAD Hedged	CAD12.05	–
Class B Mdis GBP Hedged	GBP12.18	–
Class B MDis NZD Hedged	NZD11.90	–
Class B MDis RMB Hedged	RMB12.19	–
Class P MDis RMB	RMB12.1996	RMB10.4,321
Class P MDis RMB Hedged	RMB11.8929	RMB9.5829
Class P Acc RMB	RMB16.2119	RMB13.1399
Class P Acc RMB Hedged	RMB15.6011	RMB12.1567
Class P Acc USD	USD12.1837	USD9.4245
Class X Acc USD Unhedged	USD25.80	USD18.99
Class Z	USD22.20	USD17.04

## **NOTES TO THE FINANCIAL STATEMENTS (Continued)**

### **7 RELATED PARTY TRANSACTIONS/TRANSACTIONS WITH THE TRUSTEE, THE MANAGER AND THEIR CONNECTED PERSONS**

The following is a summary of significant related party transactions/transactions entered into during the period between the Fund and the Trustee, the Manager and their connected persons. Connected persons of the Trustee and the Manager are those as defined in the Code. All such transactions were entered into in the ordinary course of business and on normal commercial terms.

#### **(a) Management fees**

The Manager is entitled to receive a management fees which represents 1.25% per annum of that portion of the net asset value of the Fund attributable to Class A unit, Class A1 units, Class A2 units and Class P unit, 1.50% of that portion of the net asset value of the Fund attributable to Class B unit and 0.75% per annum of that portion of the net asset value of the Fund attributable to Class Z units. No management fees is charged on Class X units. The management fees is calculated and accrued daily and payable monthly in arrears.

#### **(b) Performance fees**

The Manager is entitled to receive a performance fees which represents 15% of the product of the average number of units in issue during the year and the amount by which the net asset value per unit as at 31 December of each year (the "performance fee valuation day") before accrual of performance fees and including any dividend distribution declared or paid in respect of the relevant performance periods exceeds the higher of (i) the net asset value per unit of that class on the date of the initial issue of units and (ii) the highest value for the net asset value per unit as at the performance fee valuation day for any preceding year in which a performance fees was last calculated and paid (after payment of the performance fees and dividend distribution). The performance fees is calculated at the reporting date and payable yearly in arrears.

#### **(c) Trustee and fund administration fees**

The Trustee is entitled to receive a trustee and fund administration fees which represents a variable fee of (i) 0.135% per annum on the first US\$150 million of the net asset value of the Fund; (ii) 0.13% per annum on the next US\$650 million of the net asset value of the Fund; and (iii) 0.125% per annum thereafter. The variable fee was calculated and accrued daily and payable monthly in arrears, provided that the aggregate Trustee fee payable to the Trustee for any month shall be no less than US\$4,500.

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 7 RELATED PARTY TRANSACTIONS/TRANSACTIONS WITH THE TRUSTEE, THE MANAGER AND THEIR CONNECTED PERSONS (Continued)

#### (d) Manager's and its related parties' holding in the Fund and entitled to profit/(loss) from transactions in units

The Manager and its related parties held units of the Fund and entitled to profit/(loss) from transactions in units as follows:

	As at 1 January	Issue units	Redemption of units	As at 31 December
<b>2025</b>				
<b>Class A Acc HKD Hedged</b>				
GF Securities (Hong Kong)				
Brokerage Limited***	–	270,009	–	270,009
A related party of the				
Manager's parent company#	17,439	–	–	17,439
<b>Class A Acc RMB Unhedged</b>				
GF Securities (Hong Kong)				
Brokerage Limited***	7,497	137,889	(9,009)	136,377
<b>Class A1</b>				
Director(s) of the Manager	93,496	–	–	93,496
Director(s) of the Manager##	34	117	–	151
Director(s) and the spouse of the				
director of the Manager###	282	–	–	282
A related party of the Manager's				
parent company#	16,277	–	–	16,277
Value Partners Limited*	–	125	(125)	–
GF Securities (Hong Kong)				
Brokerage Limited***	1,391	10,248	(303)	11,336
<b>Class A2 MDis HKD</b>				
Director(s) of the Manager	2,561,943	139,687	–	2,701,630
GF Securities (Hong Kong)				
Brokerage Limited***	31,762	25,000	(25,547)	31,215



## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 7 RELATED PARTY TRANSACTIONS/TRANSACTIONS WITH THE TRUSTEE, THE MANAGER AND THEIR CONNECTED PERSONS (Continued)

#### (d) Manager's and its related parties' holding in the Fund and entitled to profit/(loss) from transactions in units (Continued)

	As at 1 January	Issue units	Redemption of units	As at 31 December
<b>2025</b>				
<b>Class B MDis AUD Hedged</b>				
Value Partners Limited*	–	2,025	(2,025)	–
<b>Class B MDis CAD Hedged</b>				
Value Partners Limited*	–	1,868	(1,868)	–
<b>Class B MDis GBP Hedged</b>				
Value Partners Limited*	–	1,043	(1,043)	–
<b>Class B MDis HKD Unhedged</b>				
Value Partners Limited*	–	10,099	(10,099)	–
<b>Class B MDis NZD Hedged</b>				
Value Partners Limited*	–	2,305	(2,305)	–

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 7 RELATED PARTY TRANSACTIONS/TRANSACTIONS WITH THE TRUSTEE, THE MANAGER AND THEIR CONNECTED PERSONS (Continued)

#### (d) Manager's and its related parties' holding in the Fund and entitled to profit/(loss) from transactions in units (Continued)

	As at 1 January	Issue units	Redemption of units	As at 31 December
<b>Class B MDis RMB Hedged</b>				
Value Partners Limited*	–	9,373	(9,373)	–
<b>Class B MDis USD Unhedged</b>				
Value Partners Limited*	–	1,320	(1,320)	–
<b>Class X Acc USD Unhedged</b>				
Value Partners Limited*	6,969	197	(4,204)	2,962

\* Value Partners Limited is a fellow subsidiary of the Manager.

\*\*\* GF Securities (Hong Kong) Brokerage Limited is a connected person of the Manager since 4 January 2025. The units held by the connected person considered as related party transaction since 4 January 2025.

# Value Partners Group Limited is the parent company of the Manager of the Fund as at 31 December 2025 and 2024.

## The units held by the connected person considered as related party transaction since 6 February 2026.

### The units held by the connected person considered as related party transaction since 16 May 2025.

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 7 RELATED PARTY TRANSACTIONS/TRANSACTIONS WITH THE TRUSTEE, THE MANAGER AND THEIR CONNECTED PERSONS (Continued)

#### (d) Manager's and its related parties' holding in the Fund and entitled to profit/(loss) from transactions in units (Continued)

	As at 1 January	Issue units	Redemption of units	As at 31 December
<b>2024</b>				
<b>Class A Acc HKD Hedged</b>				
GF Securities (Hong Kong) Brokerage Limited***	229,775	-	(229,775)	-
Direct family member of a director of the manager	-	17,439	-	17,439
<b>Class A Acc RMB Unhedged</b>				
GF Securities (Hong Kong) Brokerage Limited***	-	8,139	(642)	7,497
<b>Class A1</b>				
Director(s) of the Manager	93,496	-	-	93,496
Spouse of a director of the Manager	16,264	13	-	16,277
Value Partners Limited*	-	163	(163)	-
GF Securities (Hong Kong) Brokerage Limited***	300	1,334	(243)	1,391
<b>Class A2 MDis HKD</b>				
Director(s) of the Manager	2,416,684	145,259	-	2,561,943
Sensible Asset Management Limited**	17,454	962	(18,416)	-
GF Securities (Hong Kong) Brokerage Limited***	21,597	21,621	(11,456)	31,762
<b>Class X Acc USD Unhedged</b>				
Value Partners Limited*	15,722	505	(9,258)	6,969

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 7 RELATED PARTY TRANSACTIONS/TRANSACTIONS WITH THE TRUSTEE, THE MANAGER AND THEIR CONNECTED PERSONS (Continued)

#### (d) Manager's and its related parties' holding in the Fund and entitled to profit/(loss) from transactions in units (Continued)

\* *Value Partners Limited is a fellow subsidiary of the Manager.*

\*\* *An ex-director of the Manager's parent company held the units in the Fund through Sensible Asset Management Limited as at 31 December 2024.*

\*\*\* *GF Securities (Hong Kong) Brokerage Limited is a connected person of the Manager since 4 January 2025. The units held by the connected person considered as related party transaction since 4 January 2025.*

Note *During the years ended 31 December 2025 and 2024, the Manager and its related parties' holding in the Fund are entitled to the distribution based on their holding of the units of the relevant Fund, refer to Note 10 for details.*

#### (e) Investment in funds managed by a related party of the Manager or its related party

During the years ended 31 December 2025 and 2024, the Fund invested in other investee funds, in which a fellow subsidiary of the Manager had a minority shareholding interest in the manager of the investee funds. Refer to note 5 for further details.

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 7 RELATED PARTY TRANSACTIONS/TRANSACTIONS WITH THE TRUSTEE, THE MANAGER AND THEIR CONNECTED PERSONS (Continued)

#### (f) Other transactions and balances with the Trustee and its related parties

In addition to trustee and fund administration fees of US\$1,884,824 (2024: US\$1,826,243), as disclosed in note 7(c), the Fund had the following additional transactions with the Trustee and its related parties. All such transactions were entered into in the ordinary course of business and were on normal commercial terms.

	2025 US\$	2024 US\$
Interest income	496,019	641,155
Transaction costs*	(203,420)	(196,235)
Safe custody and bank charges	(437,721)	(376,607)
Annual service fee	(4,823)	(5,562)
Interest expense	(529)	(463,588)

\* Such amounts represents transaction handling fee and paid commission to the related parties of the Trustee for the purchase and sales of investments during the year ended 31 December 2025 and 2024. Breakdown was as follows:

	2025 US\$	2024 US\$
<b>The Hongkong and Shanghai Banking Corporation Limited</b>		
Total commission paid	131,800	152,043
The total aggregate value of the purchases and sales	92,579,516	96,913,215
Average rate of commission	0.14%	0.16%
% of transactions to the total purchases and sales of the Fund	4.31%	0.63%

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 7 RELATED PARTY TRANSACTIONS/TRANSACTIONS WITH THE TRUSTEE, THE MANAGER AND THEIR CONNECTED PERSONS (Continued)

#### (f) Other transactions and balances with the Trustee and its related parties (Continued)

In addition to trustee and fund administration fees payable of US\$193,575 (2024: US\$155,881), as disclosed in note 7(c), the Fund had the following additional balances with the Trustee and its related parties.

	2025 US\$	2024 US\$
Financial assets at fair value through profit or loss	1,638,478,635	1,347,706,996
Cash and cash equivalents	50,385,520	20,672,773
Interest income receivable	1,397	875
Financial liabilities at fair value through profit or loss	(211,597)	(794,001)
Transaction costs payable	(5,158)	(3,575)
Annual service fee payable	(987)	(987)

During the years ended 31 December 2025 and 2024, the Fund entered into forward exchange contracts with The Hongkong and Shanghai Banking Corporation Limited, a connected person of the Trustee, with realised gain amounting to US\$7,968,924 (2024: US\$17,750,814). As at 31 December 2025, the Fund held the outstanding forward exchange contracts as financial assets US\$1,484,372 (2024: US\$153,216) and financial liabilities US\$211,597 (2024: US\$794,001) respectively with The Hongkong and Shanghai Banking Corporation Limited.

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 7 RELATED PARTY TRANSACTIONS/TRANSACTIONS WITH THE TRUSTEE, THE MANAGER AND THEIR CONNECTED PERSONS (Continued)

#### (g) Other transactions with the related party of the Manager

During the years ended 31 December 2025 and 2024, the Fund had the following transactions with the related party of the Manager. All such transactions were entered into in the ordinary course of business and were on normal commercial terms.

	2025 <i>US\$</i>	2024 <i>US\$</i>
<b>GF Securities (Hong Kong) Brokerage Limited</b>		
Total commission paid	79,191	44,229
The total aggregate value of the purchases and sales	69,212,778	47,241,467
Average rate of commission	0.11%	0.09%
% of transactions to the total purchases and sales of the Fund	3.22%	2.30%

### 8 TAXATION

#### (a) Hong Kong

No provision for Hong Kong profits tax has been made as the dividend and interest income and realised gains on sales of investments of the Fund are excluded from the charge to profits tax under Section 14, 26 or 26A of the Hong Kong Inland Revenue Ordinance.

#### (b) People's Republic of China ("PRC")

In preparing these financial statements, the Manager has made certain assumptions and used various estimates concerning the tax exposure which is dependent on what might happen in the future. The resulting accounting estimates may not equal the related actual results.

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 8 TAXATION (Continued)

#### (b) People's Republic of China ("PRC") (Continued)

##### *Capital gains tax on A-shares in PRC*

According to Caishui [2014] No. 81 and Caishui [2016] No. 127, capital gains derived by overseas investors from the trading of China A Shares via Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect are temporarily exempt from PRC corporate income tax.

The Fund invests in A-Shares traded via Shanghai-Hong Kong Stock Connect/Shenzhen-Hong Kong Stock Connect is subjected to 10% WIT on dividend income derived from the shares. WIT was charged on dividend income received from the shares during the years ended 31 December 2025 and 2024.

##### *Capital gains tax on H-shares in PRC*

The Fund has investments in shares of companies in PRC listed on the Hong Kong Stock Exchange ("H-shares"). Under general taxing provisions of the Corporate Income Tax Law ("CIT Law"), a Fund could be technically subject to 10% withholding income tax ("WIT") on the PRC sourced capital gains, unless exempt or reduced under relevant double tax treaties. However, there may be practical difficulty for the PRC tax authorities to impose and collect WIT on such capital gains. The 10% WIT has not been strictly enforced by local tax bureau on capital gains derived by non-tax resident enterprises of the PRC from the trading of H-Shares. Where capital gains are derived from trading of H-Shares, VAT in general is not imposed as the purchase and disposal are often concluded and completed outside the PRC.

No provision was made for taxation from such gains in the financial statements as the Manager believes that the taxation on capital gains derived from H-Shares is not probable under the current enforcement environment.

#### (c) India

Effective 1 April 2019 and before 23 July 2024, short-term capital gains arising from the sale of listed equity shares held for less than 12-months are taxed at 15% (plus applicable surcharge and cess) where Securities Transaction Tax has been charged. Long-term capital gains arising from the sale of listed equity shares held for more than 12-months are taxed at 10% (plus applicable surcharge and cess).



## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 8 TAXATION (Continued)

#### (c) India (Continued)

Effective 23 July 2024, short-term capital gains arising from the sale of listed equity shares held for less than 12-months are taxed at 20% (plus applicable surcharge and cess, totalling 21.84%) where Securities Transaction Tax in India has been charged. Long –term capital gains arising from the sale of listed equity shares held for more than 12-months are taxed at 12.5% (plus surcharge and cess, totalling 13.65%) of Securities Transaction Tax in India. The Fund has incurred capital gain tax expenses of US\$1,046,396 (2024: US\$1,143,526) as at 31 December 2025.

#### (d) Other jurisdictions

Overseas withholding tax was charged on certain dividend and investment income received during the years ended 31 December 2025 and 2024.

### 9 TRANSACTION COSTS

During the years ended 31 December 2025 and 2024, following transaction costs were incurred by the Fund.

	<b>2025</b>	<b>2024</b>
	<i>US\$</i>	<i>US\$</i>
Brokerage fee	3,312,422	2,819,842
Other transaction costs	2,056,167	2,126,790
Transaction handling fee	71,620	44,192
	<u>5,440,209</u>	<u>4,990,824</u>

## VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

### NOTES TO THE FINANCIAL STATEMENTS (Continued)

#### 10 DISTRIBUTION TO DISTRIBUTION CLASSES

As referred to in note 6, the Manager may determine to make a distribution out of the net income and/or capital. The table below summarises the dividend distribution made during the reporting period. The distribution is included in the statement of comprehensive income and is made to the Distribution Classes only.

	<b>2025</b> <i>US\$</i>	<b>2024</b> <i>US\$</i>
Total comprehensive income for the year	<u>348,267,813</u>	<u>83,463,182</u>
Distributions to Distribution Classes unitholders during the year	<u>42,518,820</u>	<u>47,910,521</u>

For the year ended 31 December 2025 the Fund did not transfer any (2024: US\$Nil) undistributed income to net assets attributable to unitholders for the year. The Fund has no undistributed net income at the beginning of the year and at the end of the year.

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 10 DISTRIBUTION TO DISTRIBUTION CLASSES

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

Classes	2025	2024	Frequency	Ex-dividend dates*
Class A2 MDis USD	USD0.0458	USD0.0458	Monthly	Last business day of January to December
Class A2 MDis HKD	HKD0.0419	HKD0.0419	Monthly	Last business day of January to December
Class A2 MDis AUD Hedged	AUD0.0300	AUD0.0300	Monthly	Last business day of January to December
Class A2 MDis CAD Hedged	CAD0.0353	CAD0.0353	Monthly	Last business day of January to December
Class A2 MDis GBP Hedged	GBP0.0361	GBP0.0361	Monthly	Last business day of January to December
Class A2 MDis NZD Hedged	NZD0.0454	NZD0.0454	Monthly	Last business day of January to December
Class A2 MDis RMB Hedged	RMB0.0249	RMB0.0249	Monthly	Last business day of January to December
Class A2 MDis RMB Unhedged	RMB0.0454	RMB0.0275	Monthly	Last business day of January to July
Class A2 MDis RMB Unhedged	RMB0.0454	RMB0.0454	Monthly	Last business day of August to December
Class A2 MDis SGD Hedged	SGD0.0351	SGD0.0351	Monthly	Last business day of January to December
Class B MDis USD	USD0.0470	-	Monthly	Last business day of March to December
Class B MDis HKD	HKD0.0470	-	Monthly	Last business day of March to December
Class B MDis AUD Hedged	AUD0.0391	-	Monthly	Last business day of March to December
Class B MDis CAD Hedged	CAD0.0434	-	Monthly	Last business day of March to December
Class B Mdis GBP Hedged	GBP0.0473	-	Monthly	Last business day of March to December
Class B MDis NZD Hedged	NZD0.0577	-	Monthly	Last business day of March to December
Class B MDis RMB Hedged	RMB0.0305	-	Monthly	Last business day of March to December
Class P MDis RMB	RMB0.0494	RMB0.0300	Monthly	Last business day of January to July
Class P MDis RMB	RMB0.0494	RMB0.0494	Monthly	Last business day of August to December
Class P MDis RMB Hedged	RMB0.0303	RMB0.0303	Monthly	Last business day of January to December

\* Last business day of each month in 2025 are 28 January 2025, 28 February 2025, 31 March 2025, 30 April 2025, 30 May 2025, 30 June 2025, 31 July 2025, 29 August 2025, 30 September 2025, 31 October 2025, 28 November 2025 and 31 December 2025.

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

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 11 SOFT DOLLAR ARRANGEMENTS

The Manager and/or any company associated with it and its delegates may enter into soft dollars/commission sharing arrangements with brokers through which brokerage transactions are entered on behalf of clients under management. The Manager may receive, and are entitled to retain, research products and services (known as soft dollar benefits) which are of demonstrable benefit to the Fund (as may be permitted under applicable rules and regulations) from brokers and other persons through whom investment transactions are carried out (the “brokers”). Soft dollars may be received from them provided that the quality of transaction execution is consistent with best execution standards and brokerage rates are not in excess of the customary full-service brokerage rates.

Such soft dollar benefits may include research and advisory services; economic and political analysis; portfolio analysis, including valuation and performance measurement; market analysis, data and quotation services and software incidental to the above goods and services; clearing and custodian services and investment related publications. For the avoidance of doubt, soft dollar benefits do not include travel, accommodation, entertainment, general administrative goods and services, general office equipment or premises, membership fees, employee salaries or direct money payments.

The Manager will consider many judgemental factors deemed relevant in determining whether a broker will provide best execution. In general, investment orders will be allocated to brokers based on the range and overall quality of services offered by the broker. The core factors in determining the quality of services are the execution performance and capability of the broker. Other factors, such as the quality and quantity of research and investment ideas offered, access to potential investee companies and commission rate charges, would also be taken into consideration. Soft dollar benefits received from brokers should not be a determinant factor on allocating orders among brokers. The Manager has implemented policies and procedures to ensure that transactions executed with brokers pursuant to a soft dollar commission sharing arrangement are conducted in the best execution standard. Soft dollars benefits received by the Manager are used to facilitate in the Manager's investment management process, such benefits assist the Manager in fulfilling its overall duty to clients and may be used in servicing any or all of the Manager's client accounts over which the Manager exercises investment discretion. The Manager does not usually attempt to allocate/attribute the soft dollar benefits to individual client account, as goods and services obtained may be beneficial to all clients in general, including those client accounts that do not generate credit to acquire the soft dollar benefits.

For the year ended 31 December 2025, the Manager obtained research and advisory services; economic and political analysis; portfolio and market analysis, data and quotation services and software incidental to the above goods and services; and investment related publications through soft dollar arrangements on transactions amounting to US\$1,090,666,607 (2024: US\$1,019,266,851). Commission which amounted to US\$1,731,677 (2024: US\$1,639,561) is paid from the Fund on these transactions.

### 12 APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved by the Trustee and the Manager on 20 March 2026.

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## INVESTMENT PORTFOLIO (UNAUDITED)

AS AT 31 DECEMBER 2025

	Holdings	Fair value US\$	% of net assets
<b>FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>			
<b>Listed equity securities</b>			
<b><i>China</i></b>			
Bank of Hangzhou Co., Ltd. Class A	1,358,800	2,972,436	0.18
		2,972,436	0.18
<b><i>Hong Kong – H Shares</i></b>			
BaTeLab Co., Ltd.	946,000	5,225,881	0.32
China Construction Bank Corporation Class H	40,402,000	39,914,360	2.43
China Merchants Bank Co., Ltd. Class H	1,819,000	12,338,620	0.75
China Pacific Insurance (Group) Co., Ltd. Class H	1,924,200	8,701,474	0.53
China Railway Group Limited Class H	11,157,000	5,489,669	0.33
China Telecom Corp. Ltd. Class H	63,536,000	43,995,534	2.68
Qingdao Port International Co Ltd Class H	5,222,000	4,669,239	0.28
S.F. Holding Co., Ltd. Class H	1,663,400	7,410,982	0.45
Chery Automobile Co.,Ltd. Class H	280,600	1,112,458	0.07
Haier Smart Home Co., Ltd. Class H	1,649,200	5,144,249	0.31
Ping An Insurance (Group) Company of China, Ltd. Class H	1,398,500	11,705,146	0.71
Sany Heavy Industry Co., Ltd. Class H	3,500,000	10,161,936	0.62
Zhuzhou CRRC Times Electric Co., Ltd. Class H	473,000	2,286,019	0.14
		158,155,567	9.62
<b><i>Hong Kong – Red Chips</i></b>			
China Everbright Environment Group Limited	86,586,000	53,616,033	3.26
China Mobile Limited	733,500	7,698,784	0.47
China Resources Land Limited	7,668,500	26,796,575	1.63
China State Construction International Holdings Limited	36,945,000	43,238,838	2.63
Far East Horizon Limited	39,489,000	40,787,975	2.48
		172,138,205	10.47

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 31 DECEMBER 2025

	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</i></b>			
ALA Group Limited	4,620,800	47,431,178	2.89
Alibaba Group Holding Limited	10,100	185,289	0.01
China Resources Beer (Holdings) Co. Ltd.	9,151,000	30,824,867	1.88
Chow Tai Fook Jewellery Group Limited	17,695,600	28,166,738	1.71
CSI Properties Limited	115,978,000	2,607,436	0.16
Fortune Real Estate Investment Trust	12,513,000	7,860,864	0.48
Galaxy Entertainment Group Limited	6,501,000	32,004,101	1.94
Haitian International Holdings Limited	4,844,000	13,790,304	0.84
Hang Lung Properties Limited	21,259,000	23,515,052	1.43
HKT Trust and HKT Ltd	35,183,000	52,024,529	3.17
JD Health International, Inc.	912,750	6,507,959	0.40
Kuaishou Technology Class B	3,118,500	25,620,421	1.55
PCCW Limited	16,961,000	11,766,443	0.72
SITC International Holdings Co., Ltd.	816,000	2,920,594	0.18
Tingyi (Cayman Islands) Holding Corp.	17,140,000	25,961,189	1.58
Tongcheng Travel Holdings Limited	9,448,800	27,239,521	1.66
China Mengniu Dairy Company Limited	5,923,000	11,345,388	0.69
China Youran Dairy Group Limited	9,932,000	6,481,871	0.38
Consun Pharmaceutical Group Ltd.	2,251,000	4,522,850	0.28
GCL Technology Holdings Limited	31,339,000	4,267,671	0.26
H World Group Limited	5,465,130	25,907,579	1.58
JD Logistics, Inc.	7,903,700	11,595,688	0.71
Link Real Estate Investment Trust	5,686,804	25,380,375	1.54
Tencent Holdings Ltd	62,400	4,801,881	0.29
Zhongsheng Group Holdings Ltd.	11,339,000	16,927,033	1.03
Zijin Gold International Company Limited	8,700	163,182	0.01
		449,820,003	27.37
<b><i>India</i></b>			
Embassy Office Parks REIT	1,684,087	8,156,617	0.50
HDFC Bank Limited	736,575	8,122,976	0.49
Indus Towers Limited	6,127,449	28,547,722	1.74
Canara HSBC Life Insurance Company Limited	2,948,659	4,860,957	0.30
ICICI Prudential Asset Management Company Ltd.	5,116	151,471	0.01
Shriram Finance Limited	17,711	196,303	0.01
		50,036,046	3.05

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 31 DECEMBER 2025

	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>Indonesia</i></b>			
PT Bank Mandiri (Persero) Tbk	19,514,000	5,968,299	0.37
PT Indosat Tbk Class B	85,450,400	11,888,748	0.72
PT Archi Indonesia Tbk	26,112,000	2,536,817	0.15
PT Bank Central Asia Tbk	4,946,000	2,395,139	0.15
PT Sumber Alfaria Trijaya	10,338,400	1,224,488	0.07
		24,013,491	1.46
<b><i>Malaysia</i></b>			
Public Bank Bhd	3,048,700	3,408,298	0.21
Tenaga Nasional Bhd	734,900	2,482,844	0.15
CIMB Group Holdings Bhd	1,701,000	3,455,614	0.21
Malayan Banking Bhd.	1,266,500	3,268,387	0.20
		12,615,143	0.77
<b><i>Philippines</i></b>			
Ayala Land Inc.	10,771,300	4,103,022	0.25
BDO Unibank, Inc.	3,036,116	6,933,983	0.42
Globe Telecom Inc.	89,055	2,393,496	0.15
Apex Mining Co. Inc.	4,239,300	894,816	0.05
		14,325,317	0.87

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 31 DECEMBER 2025

	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><b>Singapore</b></i>			
Capitaland India Trust	7,251,200	6,877,450	0.42
Capitaland Integrated Commercial Trust	39,523	73,435	-
Capitaland Investment Limited	2,650,900	5,584,964	0.34
DBS Group Holdings Ltd	127,330	5,579,040	0.34
NetLink NBN Trust	5,543,700	4,158,960	0.25
Centurion Accommodation REIT	1,348,643	1,163,798	0.07
Coliwoo Holdings Ltd.	10,703,000	4,618,024	0.28
Info-Tech Systems Ltd	3,259,200	1,976,348	0.12
Keppel DC REIT	811,620	1,419,688	0.09
Oversea-Chinese Banking Corporation Limited	354,700	5,448,863	0.33
Sanli Environmental Ltd.	2,912,200	724,484	0.04
Valuetronics Holdings Limited	2,357,100	1,566,758	0.10
UltraGreen.ai Limited	8,360,519	12,624,384	0.77
		<u>51,816,196</u>	<u>3.15</u>



# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 31 DECEMBER 2025

	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>South Korea</b>			
APR Co.,Ltd.	58,710	9,399,361	0.58
HK inno.N Corporation	146,707	5,012,704	0.30
Hyundai Motor Co Ltd Pfd Shs Non-Voting	130,359	18,611,549	1.13
Hyundai Motor Co Ltd Pfd. Shs 2	130,137	19,166,111	1.17
Kia Corporation	245,360	20,712,157	1.26
Samsung Electronics Co Ltd Pfd Non-Voting	2,183,590	134,992,684	8.21
Samsung Fire & Marine Insurance Co Ltd Pfd Non-Voting	4,971	1,300,574	0.08
Dalba Global Co., Ltd.	97,525	9,969,704	0.61
Doosan Corporation Pfd Registered Shs Non-Voting	38,546	12,556,004	0.76
Global Tax Free Co., Ltd.	1,371,119	4,257,233	0.26
HD Hyundai Co.,Ltd.	22,507	2,940,379	0.18
HD Korea Shipbuilding & Offshore Engineering Co. Ltd.	54,130	15,268,864	0.93
Korea Investment Holdings Co Ltd Pfd Registered Shs Non-Voting	151,522	13,189,843	0.80
PSK Holdings Inc.	431,119	13,834,148	0.84
Pum-Tech Korea Co., Ltd.	180,495	6,517,442	0.40
SK Square Co., Ltd.	39,248	10,010,128	0.61
SNT Holdings Co., Ltd	141,264	5,306,462	0.32
Samsung C&T Corps	71,240	11,825,070	0.72
		<u>314,870,417</u>	<u>19.16</u>

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 31 DECEMBER 2025

	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>Taiwan</i></b>			
MediaTek Inc	182,000	8,284,577	0.50
Taiwan Semiconductor Manufacturing Co., Ltd.	3,223,000	159,021,168	9.68
Taiwan Union Technology Corporation	461,000	7,249,212	0.45
Accton Technology Corp.	684,000	25,801,051	1.57
Alltop Technology Co. Ltd.	1,083,000	8,411,651	0.51
ASPEED Technology, Inc.	34,000	7,857,393	0.48
Dynamic Holding Co Ltd	1,099,375	4,461,891	0.27
Elite Material Co., Ltd.	136,000	7,121,439	0.43
Hon. Precision, Inc.	105,000	11,447,557	0.70
Longwell Company	779,000	4,475,871	0.27
Mega Union Technology, Inc.	681,000	15,000,860	0.91
Quanta Computer Inc.	1,975,000	17,100,111	1.04
Wistron Corporation	2349730	11,256,863	0.68
Wiiwynn Corporation	143350	20,465,534	1.25
		<u>307,955,178</u>	<u>18.74</u>

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 31 DECEMBER 2025

	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>Thailand</i></b>			
CP ALL Public Company Limited(Alien Mkt)	1,585,200	2,168,931	0.13
Minor International Public Co., Ltd.(Alien Mkt)	6,700,800	5,151,200	0.32
		7,320,131	0.45
<b><i>The United States of America</i></b>			
Daqo New Energy Corp Sponsored ADR	379,200	11,186,400	0.68
PDD Holdings Inc. Sponsored ADR Class A	46,100	5,227,279	0.32
Sea Limited Sponsored ADR Class A	49,422	6,304,765	0.38
		22,718,444	1.38
<b><i>Vietnam</i></b>			
Mobile World Investment Corp	730,200	2,454,082	0.15
Asia Commercial Joint Stock Bank	5,094,065	4,648,049	0.28
FPT Corp.	354,200	1,290,057	0.08
Techcom Securities Joint Stock Company	2,859,779	5,110,052	0.31
		13,502,240	0.82

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 31 DECEMBER 2025

	Holdings	Fair value US\$	% of net assets
<b>FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Continued)</b>			
<b>Unlisted investment funds</b>			
<b><i>Japan</i></b>			
Value Partners Fund Series – Value Partners Japan REIT Fund	100,000	1,263,000	0.08
<b><i>Mauritius</i></b>			
Malabar India Fund Limited	7,172	26,919,491	1.63
Malabar Select Fund	6,095	6,530,570	0.40
		33,450,061	2.03
<b>Listed equity warrants</b>			
<b><i>Hong Kong</i></b>			
CSI Properties Limited Wts	8,713,500	22,388	–

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 31 DECEMBER 2025

	Holdings	Fair value US\$	% of net assets
<b>FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Continued)</b>			
Forward exchange contracts		<u>1,484,372</u>	<u>0.09</u>
Total financial assets at fair value through profit or loss		<u>1,638,478,635</u>	<u>99.69</u>
 Total financial liabilities at fair value through profit or loss		<u>(211,597)</u>	<u>(0.01)</u>
 Total investments, net		<u>1,638,267,038</u>	<u>99.68</u>
 Total investments, at cost		<u>1,268,883,688</u>	

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

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## INVESTMENT PORTFOLIO MOVEMENTS (UNAUDITED)

FOR THE YEAR ENDED 31 DECEMBER 2025

	% of net assets	
	2025	2024
<b>FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		
<b>Listed equity securities</b>		
China	0.18	0.80
Hong Kong		
– H Shares	9.62	17.15
– Red Chips	10.47	14.06
– Others	27.37	22.58
India	3.05	4.17
Indonesia	1.46	2.73
Malaysia	0.77	0.55
Philippines	0.87	1.40
Singapore	3.15	2.12
South Korea	19.16	15.57
Taiwan	18.74	10.52
Thailand	0.45	0.10
The United States of America	1.38	0.76
Vietnam	0.82	0.14
	<u>97.49</u>	<u>92.65</u>
	-----	-----
<b>Unlisted investment funds</b>		
Japan	0.08	0.07
Mauritius	2.03	5.90
	<u>2.11</u>	<u>5.97</u>
	-----	-----
<b>Listed equity warrants</b>		
Hong Kong	—*	—
<b>Forward exchange contracts</b>		
	<u>0.09</u>	<u>0.01</u>
	-----	-----
<b>Total investments, net</b>	<u><u>99.69</u></u>	<u><u>98.63</u></u>
<b>FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		
<b>Forward exchange contracts</b>		
	<u>(0.01)</u>	<u>(0.06)</u>
	<u><u>99.68</u></u>	<u><u>98.57</u></u>
	-----	-----

\* Denotes less than 0.005% of net assets.

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

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

AS AT 31 DECEMBER 2025

The Fund's financial derivative instruments at the reporting date are detailed below:

### Financial assets:

#### Forward exchange contracts

Currency sold	Amount sold	Currency bought	Amount bought	Settlement date	Counter party	Fair value US\$
USD	90,780,307	AUD	136,678,220	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	561,884
USD	4,167,938	AUD	6,275,220	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	25,798
USD	2,290,160	CNH	16,073,550	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	15,382
USD	20,649,829	CAD	28,376,727	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	79,141
USD	43,216	CNH	303,665	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	340
USD	41,380,148	CNH	290,427,645	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	277,933
USD	30,785,698	GBP	23,010,704	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	115,261
USD	194	SGD	250	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	0
USD	10,183,361	SGD	13,093,430	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	17,041
USD	242,160	CAD	332,701	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	875
USD	2,401,469	CNH	16,854,776	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	16,130
USD	940,343	GBP	702,857	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	3,521
USD	763,816	CNH	5,366,657	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	5,962
USD	23,056,573	CNH	161,823,160	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	154,861

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

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

AS AT 31 DECEMBER 2025

### Financial assets: (Continued)

#### Forward exchange contracts (Continued)

Currency sold	Amount sold	Currency bought	Amount bought	Settlement date	Counter party	Fair value US\$
USD	8,161	CNH	57,337	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	64
USD	23,690,226	CNH	166,270,470	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	159,117
USD	654	AUD	984	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	4
NZD	66,329	USD	38,447	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	154
USD	52,187	GBP	38,966	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	140
USD	420,825	CNH	2,953,191	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	2,772
USD	53,762	CNH	377,284	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	354
NZD	143,886	USD	83,241	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	172
USD	356,242	CNH	2,501,725	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	2,598
USD	26,472	CNH	185,898	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	193
USD	497,709	CNH	3,493,778	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	3,428
USD	306,606	CNH	2,152,290	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	2,112
USD	2,589	CNH	18,175	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	18
USD	1,584,107	CNH	11,118,579	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	10,710
USD	77,537	CNH	544,219	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	524



# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

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

AS AT 31 DECEMBER 2025

### Financial assets: (Continued)

#### Forward exchange contracts (Continued)

Currency sold	Amount sold	Currency bought	Amount bought	Settlement date	Counter party	Fair value US\$
USD	6,445	CNH	45,250	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	46
USD	232	GBP	173	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	0
USD	31,781	SGD	40,930	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	105
USD	1,050,741	CNH	7,377,230	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	7,427
USD	25,537	CNH	179,295	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	181
AUD	102,030	USD	68,241	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	54
AUD	80,156	USD	53,610	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	42
NZD	632,431	USD	369,179	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	4,064
USD	365	CAD	500	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	0
USD	561,636	CNH	3,933,956	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	2,639
USD	847,122	CNH	5,933,636	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	3,981
NZD	274,821	USD	160,810	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	2,150
USD	31,611	CNH	220,987	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	86
USD	695,691	CNH	4,862,957	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	1,837
USD	86,745	CNH	606,356	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	229

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

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

AS AT 31 DECEMBER 2025

### Financial assets: (Continued)

#### Forward exchange contracts (Continued)

Currency sold	Amount sold	Currency bought	Amount bought	Settlement date	Counter party	Fair value US\$
AUD	89,484	USD	59,984	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	181
USD	9,683	CNH	67,713	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	29
GBP	55,956	USD	75,451	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	308
USD	923,515	CNH	6,458,040	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	2,807
USD	192,067	CNH	1,343,101	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	584
AUD	424,773	USD	284,832	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	956
NZD	20,910	USD	12,158	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	86
CAD	37,912	USD	27,726	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	31
USD	491,491	CNH	3,426,933	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	58
USD	15,132	CNH	105,511	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	2
						<u>1,484,372</u>

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

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

AS AT 31 DECEMBER 2025

### Financial liabilities:

#### Forward exchange contracts

Currency sold	Amount sold	Currency bought	Amount bought	Settlement date	Counter party	Fair value US\$
AUD	20,112	USD	13,374	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(68)
USD	38,319,008	NZD	66,082,181	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(168,443)
USD	288,251	NZD	497,097	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(1,267)
USD	925,515	HKD	7,190,442	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(712)
GBP	144,535	USD	193,170	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(925)
CNH	927,313	USD	131,938	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(1,073)
CNH	9,778,732	USD	1,391,321	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(11,311)
CNH	5,193,035	USD	739,645	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(5,229)
CNH	635,268	USD	90,481	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(640)
AUD	11,691	USD	7,741	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(72)
CAD	260,937	USD	189,736	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(877)
CNH	672,372	USD	95,721	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(722)
CNH	38,640	USD	5,501	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(42)
GBP	206,576	USD	275,248	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(2,161)
CNH	560,823	USD	79,835	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(608)
CNH	689,632	USD	98,171	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(748)
AUD	135,126	USD	89,281	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(1,023)

## VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

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

AS AT 31 DECEMBER 2025

#### Financial liabilities: (Continued)

#### Forward exchange contracts (Continued)

Currency sold	Amount sold	Currency bought	Amount bought	Settlement date	Counter party	Fair value US\$
CNH	80,868	USD	11,516	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(83)
CNH	458,475	USD	65,291	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(471)
CNH	571,471	USD	81,383	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(587)
AUD	184,581	USD	121,936	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(1,420)
GBP	25,332	USD	33,873	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(145)
SGD	73,984	USD	57,365	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(272)
CNH	113,367	USD	16,148	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(113)
CNH	2,193,271	USD	312,304	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(2,292)
CNH	33	USD	5	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	0
AUD	56,157	USD	37,290	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(240)
USD	128	NZD	221	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	0
CNH	3,084	USD	439	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(3)
CNH	1,323,211	USD	188,406	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(1,391)
CNH	12,717	USD	1,811	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(13)
CNH	69,418	USD	9,907	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(50)
CNH	310,719	USD	44,348	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(221)
USD	25,423	GBP	18,816	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(155)

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

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

AS AT 31 DECEMBER 2025

### Financial liabilities: (Continued)

#### Forward exchange contracts (Continued)

Currency sold	Amount sold	Currency bought	Amount bought	Settlement date	Counter party	Fair value US\$
USD	3,279	SGD	4,207	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(1)
CNH	1,850,301	USD	264,072	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(1,330)
CNH	13,456	USD	1,920	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(10)
USD	68,581	AUD	102,137	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(323)
USD	25,436	SGD	32,582	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(53)
CNH	3,416,042	USD	488,400	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(1,587)
CNH	2,033,340	USD	290,712	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(945)
USD	1,364	SGD	1,750	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(1)
CNH	6,386,700	USD	912,965	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(3,125)
CNH	617,491	USD	88,269	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(302)
USD	89,479	AUD	133,409	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(322)
CNH	105,979	USD	15,196	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(6)
USD	6,047	SGD	7,752	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(8)
CNH	3,364,708	USD	482,419	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(204)
CNH	50,092	USD	7,182	30 January 26	The Hongkong and Shanghai Banking Corporation Limited	(3)
						<u>(211,597)</u>

## VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

### INFORMATION ON EXPOSURE ARISING FROM FINANCIAL DERIVATIVE INSTRUMENTS (UNAUDITED)

The lowest, highest and average gross exposure arising from the use of financial derivative instruments for any purpose as a proportion to the Fund's total net asset value for the years ended 31 December 2025 and 2024.

	2025	2024
Lowest gross exposure	17.15%	18.00%
Highest gross exposure	56.23%	60.35%
Average gross exposure	26.47%	27.34%

The lowest, highest and average net exposure arising from the use of financial derivative instruments for investment purpose as a proportion to the Fund's total net asset value for the years ended 31 December 2025 and 2024.

	2025	2024
Lowest net exposure	–	–
Highest net exposure	–	–
Average net exposure	–	–

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## PERFORMANCE RECORD (UNAUDITED)

### Net assets (at last traded price)

	2025	2024	2023
<b>Net assets</b>	US\$1,643,546,175	US\$1,366,415,312	US\$1,435,797,759
<b>Net asset value per unit</b>			
Class A1 USD	USD135.41	USD104.24	USD93.54
Class A Acc HKD Hedged	HKD11.49	HKD8.89	HKD8.08
Class A Acc RMB Hedged	RMB18.19	RMB14.29	RMB13.21
Class A Acc RMB Unhedged	RMB22.98	RMB18.62	RMB16.47
Class A2 MDis USD	USD11.66	USD9.43	USD8.98
Class A2 MDis HKD	HKD10.69	HKD8.62	HKD8.25
Class A2 MDis AUD Hedged	AUD9.17	AUD7.40	AUD 7.10
Class A2 MDis CAD Hedged	CAD9.64	CAD7.89	CAD7.56
Class A2 MDis GBP Hedged	GBP9.11	GBP7.40	GBP7.09
Class A2 MDis NZD Hedged	NZD9.19	NZD7.63	NZD7.43
Class A2 MDis RMB Hedged	RMB9.77	RMB7.90	RMB7.58
Class A2 MDis RMB Unhedged	RMB11.22	RMB9.57	RMB8.80
Class A2 MDis SGD Hedged	SGD10.65	SGD8.68	SGD8.34
Class B MDis USD	USD12.32	-	-
Class B MDis HKD	HKD12.32	-	-
Class B MDis AUD Hedged	AUD12.21	-	-
Class B MDis CAD Hedged	CAD12.05	-	-
Class B Mdis GBP Hedged	GBP12.18	-	-
Class B MDis NZD Hedged	NZD11.90	-	-
Class B MDis RMB Hedged	RMB12.19	-	-
Class P MDis RMB	RMB12.1996	RMB10.4321	RMB9.551
Class P MDis RMB Hedged	RMB11.8929	RMB9.5829	RMB9.1965
Class P Acc RMB	RMB16.2119	RMB13.1399	RMB11.5248
Class P Acc RMB Hedged	RMB15.6011	RMB12.1567	RMB11.2155
Class P Acc USD	USD12.1837	USD9.4245	-
Class X Acc USD Unhedged	USD25.80	USD18.99	USD16.83
Class Z	USD22.20	USD17.04	USD15.21

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## PERFORMANCE RECORD (UNAUDITED) (Continued)

### Performance record for the past 10 years

	Highest issue price per unit									
	Class A1	Class A	Class A	Class A	Class A2	Class A2	Class A2	Class A2	Class A2	Class A2
	Acc HKD	Acc RMB	Acc RMB	Class A2	Class A2	MDis AUD	MDis CAD	MDis GBP	MDis NZD	
	USD	Hedged	Hedged	Unhedged	MDis USD	MDis HKD	Hedged	Hedged	Hedged	Hedged
	USD	HKD	RMB	RMB	USD	HKD	AUD	CAD	GBP	NZD
2025	135.98	11.56	18.31	23.51	11.80	10.80	9.28	9.77	9.23	9.34
2024	114.57	9.85	15.91	19.54	10.56	9.66	8.31	8.87	8.31	8.61
2023	102.49	8.93	14.75	17.85	10.23	9.45	8.21	8.67	8.15	8.63
2022	115.20	10.20	16.87	18.18	12.35	11.33	10.17	10.58	10.01	10.58
2021	119.17	10.27	17.29	18.98	13.19	12.06	10.93	11.35	10.73	11.38
2020	107.04	-	15.43	17.05	11.95	10.91	9.92	10.29	9.73	10.32
2019	95.04	-	13.67	15.81	11.61	10.73	9.93	10.12	9.58	10.26
2018	102.44	-	14.65	16.03	13.38	12.32	11.62	11.79	11.18	11.97
2017	95.32	-	13.62	15.31	12.45	11.47	10.85	11.00	10.44	11.19
2016	76.72	-	10.59	12.57	10.82	9.88	9.63	9.71	9.15	9.75

	Highest issue price per unit									
	Class A2	Class A2	Class A2	Class B	Class B	Class B	Class B	Class B	Class B	Class B
	MDis RMB	MDis RMB	MDis SGD	Class B	Class B	MDis AUD	MDis CAD	MDis GBP	MDis NZD	MDis RMB
	Hedged	Unhedged	Hedged	MDis USD	MDis HKD	Hedged	Hedged	Hedged	Hedged	Hedged
	RMB	RMB	SGD	USD	HKD	AUD	CAD	GBP	NZD	RMB
2025	9.89	11.54	10.81	12.48	12.46	12.37	12.24	12.35	12.11	12.35
2024	8.88	10.22	9.76	-	-	-	-	-	-	-
2023	8.74	9.75	9.60	-	-	-	-	-	-	-
2022	10.77	10.63	11.69	-	-	-	-	-	-	-
2021	11.51	11.51	12.51	-	-	-	-	-	-	-
2020	10.38	10.49	11.32	-	-	-	-	-	-	-
2019	10.20	10.45	11.11	-	-	-	-	-	-	-
2018	11.92	11.39	12.97	-	-	-	-	-	-	-
2017	11.09	10.98	12.07	-	-	-	-	-	-	-
2016	7.69	9.65	-	-	-	-	-	-	-	-



# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## PERFORMANCE RECORD (UNAUDITED) (Continued)

### Performance record for the past 10 years (Continued)

	Highest issue price per unit						Class Z <i>USD</i>
	Class P	Class P	Class P	Class P	Class P	Class X	
	MDis RMB	MDis RMB	Acc RMB	Acc RMB	Acc USD	Acc USD	
	<i>RMB</i>	<i>Hedged RMB</i>	<i>RMB</i>	<i>Hedged RMB</i>	<i>USD</i>	<i>Unhedged USD</i>	
2025	12.5578	12.0447	16.5824	15.7483	12.2757	25.92	22.29
2024	11.2570	10.7699	13.9901	13.5430	10.3611	20.94	18.68
2023	10.6351	10.5893	12.6019	12.5721	-	18.29	16.61
2022	13.2831	11.7556	12.8825	14.5370	-	20.38	18.55
2021	12.9791	14.4051	13.6800	14.9425	-	21.00	19.15
2020	11.8607	13.1000	12.4117	13.4544	-	18.46	17.18
2019	-	-	-	-	-	15.70	15.28
2018	-	-	-	-	-	16.88	16.32
2017	-	-	-	-	-	15.50	15.19
2016	-	-	-	-	-	12.73	12.21

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## PERFORMANCE RECORD (UNAUDITED) (Continued)

### Performance record for the past 10 years (Continued)

	Lowest redemption price per unit									
	Class A1	Class A	Class A	Class A	Class A2	Class A2	Class A2	Class A2	Class A2	Class A2
	Acc HKD	Acc RMB	Acc RMB	Class A2	Class A2	MDis AUD	MDis CAD	MDis GBP	MDis NZD	
	USD	Hedged	Hedged	Unhedged	MDis USD	MDis HKD	Hedged	Hedged	Hedged	Hedged
	USD	HKD	RMB	RMB	USD	HKD	AUD	CAD	GBP	NZD
2025	97.28	8.28	13.24	17.34	8.68	7.93	6.78	7.22	6.77	6.94
2024	86.23	7.44	12.15	15.38	8.27	7.61	6.54	6.97	6.54	6.84
2023	86.86	7.51	12.34	15.51	8.42	7.75	6.67	7.10	6.66	7.00
2022	74.37	6.52	10.91	13.46	7.64	7.06	6.19	6.50	6.13	6.49
2021	107.31	9.54	15.48	16.93	11.72	10.74	9.66	10.04	9.50	10.05
2020	66.66	-	9.57	11.50	7.74	7.07	6.46	6.67	6.28	6.71
2019	79.48	-	11.46	13.45	9.71	8.98	8.26	8.44	7.99	8.56
2018	75.99	-	10.95	13.02	9.56	8.84	8.23	8.37	7.91	8.51
2017	72.07	-	10.06	12.21	9.97	9.08	8.80	8.87	8.31	8.99
2016	61.39	-	8.42	9.90	8.97	8.21	8.09	8.12	7.67	8.23

	Lowest redemption price per unit									
	Class A2	Class A2	Class A2	Class B	Class B	Class B	Class B	Class B	Class B	Class B
	MDis RMB	MDis RMB	MDis SGD	Class B	Class B	MDis AUD	MDis CAD	MDis GBP	MDis NZD	MDis RMB
	Hedged	Unhedged	Hedged	MDis USD	MDis HKD	Hedged	Hedged	Hedged	Hedged	Hedged
	RMB	RMB	SGD	USD	HKD	AUD	CAD	GBP	NZD	RMB
2025	7.26	8.79	7.95	8.90	8.89	8.85	8.87	8.86	8.84	8.90
2024	6.98	8.21	7.68	-	-	-	-	-	-	-
2023	7.13	8.43	7.84	-	-	-	-	-	-	-
2022	6.60	7.57	7.20	-	-	-	-	-	-	-
2021	10.22	10.12	11.10	-	-	-	-	-	-	-
2020	6.72	7.36	7.35	-	-	-	-	-	-	-
2019	8.47	9.12	9.27	-	-	-	-	-	-	-
2018	8.49	8.95	9.15	-	-	-	-	-	-	-
2017	8.60	9.13	10.00	-	-	-	-	-	-	-
2016	7.69	7.84	-	-	-	-	-	-	-	-

# VALUE PARTNERS HIGH-DIVIDEND STOCKS FUND

(A Hong Kong Unit Trust)

## PERFORMANCE RECORD (UNAUDITED) (Continued)

### Performance record for the past 10 years (Continued)

	Lowest redemption price per unit						Class Z <i>USD</i>
	Class P	Class P	Class P	Class P	Class P	Class X	
	MDis RMB	MDis RMB	Acc RMB	Acc RMB	Acc USD	Acc USD	
	<i>RMB</i>	<i>Hedged</i> <i>RMB</i>	<i>RMB</i>	<i>Hedged</i> <i>RMB</i>	<i>USD</i>	<i>Unhedged</i> <i>USD</i>	
2025	9.5894	8.7983	12.2558	11.2674	8.7939	17.78	15.92
2024	8.9153	8.4580	10.7576	10.3133	-	15.53	14.03
2023	9.1613	8.6533	10.9361	10.4836	-	15.51	14.11
2022	8.2967	8.0628	9.5036	9.3358	-	13.19	12.03
2021	11.1653	12.6308	12.1307	13.4863	-	18.52	17.22
2020	9.8516	9.8079	9.8534	9.7991	-	11.14	10.78
2019	-	-	-	-	-	13.09	12.77
2018	-	-	-	-	-	12.49	12.20
2017	-	-	-	-	-	11.15	11.52
2016	-	-	-	-	-	9.39	9.78