

Important

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

Unless otherwise stated in this notice, capitalized terms used herein shall have the same meaning as defined in the Explanatory Memorandum of the Fund dated 8 July 2013 as amended by the First Addendum dated 13 September 2013, the Second Addendum dated 11 November 2013, the Third Addendum dated 30 June 2014, the Fourth Addendum dated 26 August 2016 and the Fifth Addendum dated 17 March 2017 (“**Explanatory Memorandum**”).

The Directors of the Fund and the Manager accept full responsibility for the accuracy of the information contained in this notice and confirm, having made all reasonable enquiries, that to the best of their knowledge and belief there are no other facts the omission of which would make any statement in this notice misleading as at the date of issuance.

23 March 2018

**NOTICE TO SHAREHOLDERS -VALUE PARTNERS GREATER CHINA HIGH YIELD
INCOME FUND (the “Fund”)**

Dear Shareholders,

We are writing to inform you of the following changes/updates to the Fund which will take effect from 23 April 2018 (the “**Effective Date**”).

1. Initial Offer Period of Class A EUR Hedged Acc Shares

Class A EUR Hedged Acc Shares (the “**Class**”) will be available for subscription from the Effective Date. The Manager has determined that the Initial Offer Period for the Class will commence at 9:00 a.m. (Hong Kong time) on the Effective Date and will end at 5:00 p.m. (Hong Kong time) on the Effective Date at the Initial Offer Price of EUR10 (exclusive of Initial Charge). Thereafter, the Participating Shares of the Class will be issued at their prevailing Subscription Price on the relevant Subscription Day calculated in accordance with the manner set out in the Explanatory Memorandum.

Please refer to the latest Explanatory Memorandum for further details regarding the Class.

2. Adjustment of the Subscription Price and Redemption Price

It is currently provided in the Explanatory Memorandum that the Directors will only adjust the Subscription Price and Redemption Price with a view to protecting the interests of Shareholders under exceptional circumstances as determined by the Directors from time to time. Exceptional circumstances for adjusting the Subscription Price or Redemption Price may include (a) the aggregate net transactions (either net subscriptions or net redemptions) in Participating Shares having exceeded a pre-determined threshold set by the Directors from time to time; and/or (b) extreme market conditions which may have an unfavourable impact on the interests of existing Shareholders. In such circumstances the Net Asset Value per Participating Share of the relevant Class may be adjusted by an amount (not exceeding 1% of that Net Asset Value) which reflects the dealing costs that may be incurred by the Fund and the estimated bid/offer spread of the assets in which the Fund invests.

In order to better protect the interests of the remaining Shareholders and provide the Directors with more flexibility in adjusting the Subscription Price and Redemption Price, it is decided that with effect from the Effective Date, the maximum limit of adjustment of the Net Asset Value per Participating Share of the relevant Class will be increased from 1% to 3%. In other words, under exceptional circumstances, the Net Asset Value per Participating Share of the relevant Class may be adjusted by an amount not exceeding 3% of that Net Asset Value. In addition, under extreme market conditions (such as market crash or global financial crisis), it is anticipated that the Directors may increase such amount to protect the interests of the Shareholders. Any such additional amount will be retained by the Fund and will form part of the assets of the Fund.

The above change will not result in any material change to the features and risk profiles of the Fund, and will not materially prejudice the existing Shareholders' rights or interests. There will be no material change in the operation and/or manner in which the Fund is being managed.

There will be no change in the fee level/cost of managing the Fund following the implementation of the above change.

The costs and expenses in relation to the above change, including legal costs, will be borne by the Fund. These costs and expenses will only have an insignificant impact on the fees and charges incurred by the Fund.

3. Other Amendments

The Explanatory Memorandum will also be amended to reflect updates to the existing disclosures as summarised below:

- (i) updates to the disclosures in relation to Classes of Participating Shares;
- (ii) administrative changes relating to the publication of the Subscription Price and Redemption Price and the notice for the suspension of the determination of the Net Asset Value of the Fund to the effect that such prices and notice will no longer be published in newspapers in Hong Kong and will only be available on the Manager's website www.valuepartners-group.com *;
- (iii) updates to the profile of the Manager;
- (iv) updates to the profile of Mr. Roger Anthony HEPPER being one of the Directors of the Fund; and
- (v) enhanced disclosures for compliance with the SFC's minimum disclosure requirements.

The latest Explanatory Memorandum (as amended by the Sixth Addendum) will be available on or after the Effective Date on our website (www.valuepartners-group.com) * and for your inspection at the Manager's office during normal business hours (except on Saturdays, Sundays and public holidays) in due course.

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

Value Partners Greater China High Yield Income Fund

* This website has not been reviewed or authorized by the Securities and Futures Commission ("SFC").