

CHINA CONVERGENCE FUND

A Sub-fund of Value Partners Intelligent Funds

2023

**SEMI ANNUAL
REPORT**

For the six months ended
30 June 2023



Value Partners Limited

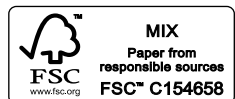
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(A Cayman Islands unit trust)

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GENERAL INFORMATION

Manager

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

Directors of the Manager

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

Trustee, Registrar and Administrator

HSBC Trustee (Cayman) Limited

Principal address:

Strathvale House
90 North Church Street
George Town
Grand Cayman
KY1-1106
Cayman Islands

Registered address:

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

Custodian and Registrar's Agent

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

PRC Custodian

HSBC Bank (China) Company Limited
33rd Floor, HSBC Building, Shanghai IFC
8 Century Avenue, Pudong
Shanghai 200120
China

Legal Advisors

With respect to Cayman Islands law
Maples and Calder
P.O. Box 309, Ugland House
Grand Cayman
KY1-1104
Cayman Islands

With respect to Hong Kong law
Deacons
5th Floor, Alexandra House
18 Charter Road
Central
Hong Kong

Auditor

KPMG
P.O. Box 493
SIX Cricket Square
Grand Cayman
KY1-1106
Cayman Islands

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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

Website : www.valuepartners-group.com

GENERAL INFORMATION (Continued)

Recent awards and achievements

| Fund award | |
|------------------|--|
| 2018 | <ul style="list-style-type: none"> Offshore China Fund Awards 2018 Best Total Return - Greater China Equity Fund (5-year): 2nd Runner-up – HKCAMA & Bloomberg |
| Corporate awards | |
| 2023 | <ul style="list-style-type: none"> The Lifetime Achievement Award Winner: Dato' Seri Cheah Cheng Hye – Asia Asset Management ESG Leading Enterprise Awards of the Year 2022/2023 Outstanding performance in Environmental, Social, and Governance ("ESG") initiatives – Master-Insight Best Exchange Traded Fund (ETF) Issuer 2022 Winner: Value Partners Malaysia – Bursa Malaysia Award |
| 2022 | <ul style="list-style-type: none"> Asian Private Banker Asset Management Awards for Excellence 2022 Best Fund Provider - Multi-Asset Solution – Asian Private Banker 2022 China Rankings Top 25 Foreign Firms in China Value Partners is ranked in the 16th – Z-Ben Advisor AsianInvestor Asset Management Awards 2022 Asset Class Awards: Asia ex-Japan equity – Asianinvestor |
| 2021 | <ul style="list-style-type: none"> Asian Private Banker Asset Management Awards for Excellence 2021 Best Fund Provider - High Yield Bond – Asian Private Banker Listed Company Awards of Excellence 2021 Value Partners Group Limited: Outstanding Listed Company – Hong Kong Economic Journal |

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MANAGER'S REPORT

Market review:

For the six months ending 30 June 2023, the China Convergence Fund was down 8.1%, while the MSCI China Index decreased 5.5%.¹ During the second quarter, the Fund recorded losses of 8%, while the MSCI China Index was down 9.7%, dragged by softened macroeconomic indicators as China's post-Covid recovery lost momentum.

The latest consumer price (CPI) data continued to indicate a threat of deflation, remaining at an anemic level of 0.2% YoY in May, while the decline of the producer price index (PPI) also enlarged from the previous month.² Exports also declined in May, reversing a surprisingly positive growth in the previous two months. Within the property sector, new home sales also weakened in June. Adding to the market's worries include the youth unemployment rate (aged 16-24) rising to a record high and the weakening renminbi relative to the US dollar.

On a positive note, the government gave signals that economic growth remains a key priority, with various easing measures to support the country's recovery. In June, the one- and five-year loan prime rates (LPRs), which are the reference rates for corporate loans and mortgages, respectively, were cut by 10bps. That said, expectations for more sizable stimulus packages, particularly targeting the property market, have not been met.

On the geopolitical front, communications between senior officials of China and the US, including the US State Secretary Blinken's visit to Beijing, indicate intentions of smoothening tensions. Meanwhile, Premier Li Qiang, who gave a keynote speech at the World Economic Forum, rejected the West's increasing rhetoric of "de-risking" from China and instead called for greater global cooperation. However, although these may help prevent tensions from further escalating, we have yet to see concrete steps to ease tensions.

Portfolio review:

In June, the Fund was up 5%, while the MSCI China Index recorded gains of 4.0%.¹

Our exposure to information technology, especially in select electronic component makers, was among the top contributors to the Fund's performance, given the sustained optimism toward the electronic sector globally, partly driven by the growing investments in artificial intelligence (AI). Meanwhile, some of the companies are expected to benefit from China's accelerating localization plans, particularly those focusing on digital products.

On the other hand, our exposure to financials dragged the Fund's performance. In particular, our holding of a leading online broker and wealth management platform detracted amid rising policy risk associated with its fee rate. Our exposure to the energy and materials sectors also slightly dragged the Fund's performance.

MANAGER'S REPORT (Continued)**Outlook:**

Most market participants are looking forward to a Politburo meeting in July for any stimulus measures. However, we are more conservative about expectations of any large-scale stimulus during the meeting as top Chinese officials may still focus on institutional reforms. Nonetheless, more policies targeting structural reforms may only be unveiled during the third plenum and the National Financial Work Conference, which are usually held later in the year. In light of this, we expect volatility to remain in the near term.

Against this backdrop, we believe our long-held approach to identifying and investing in high-quality companies offers the best way to be more resilient against volatility and downside risks. We continue to focus on companies that generate sustainable returns to investors, especially those well-positioned to capture long-term secular trends, including consumption growth, internet services and technology innovation in China.

Value Partners Investment Team

21 August 2023

Sources:

1. MSCI, 30 June 2023
2. National Bureau of Statistics of China, 10 June 2023

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 30 June 2023. Performance data is net of all fees.

Individual stock performance is not indicative of fund performance.

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MANAGER'S REPORT (Continued)

Top 5 securities holdings as at 30 June 2023

| Stock | Industry | Valuation (2023 Estimates) | Remarks |
|--|--|---|---|
| Tencent Holdings (Code: 700 HK) Market cap: US\$406.1 billion | Media and entertainment | Price: HK\$331.60 P/E: 20.7x P/B: 3.5x Yield: 0.6% | Tencent is a leading provider of online games, premium messaging services, internet value-added services, and advertising and e-commerce services in China. By leveraging its large active user base, it offers good long-term monetization potential. Tencent's largest online user platform allows it to monetize other services such as payment and performance ads, while its strength in mobile and PC gaming offers long-term growth opportunities. |
| Alibaba Group Holding (Code: 9988 HK) Market cap: US\$214.3 billion | Retailing | Price: HK\$81.2 P/E: 13.2x P/B: 2.7x Yield: 0.0% | Alibaba is one of the world's largest e-commerce companies. Alibaba's online marketplaces, Taobao and Tmall, contribute most of the company's revenue. In addition, the company's leading cloud service, Alibaba Cloud, is another long-term growth driver as more enterprises are starting to embrace cloud services. |
| Luxshare Precision Industry (Code: 002475 CH) Market cap: US\$31.9 billion | Technology, hardware and equipment | Price: CNY 32.45 P/E: 20.2x P/B: 4.2x Yield: 0.5% | Luxshare Precision is a key original equipment manufacturer (OEM) for Apple's products, including its connectors, magnetic chargers for the Apple Watch, and the AirPods. The company is expected to grow with new components share gain, as well as the continued increasing demand for various Apple products. |

MANAGER'S REPORT (Continued)
Top 5 securities holdings as at 30 June 2023 (Continued)

| Stock | Industry | Valuation (2023 Estimates) | Remarks |
|--|-----------|--|--|
| Meituan (Code: 3690 HK) Market cap: US\$97.4 billion | Retailing | Price: HK\$122.3 P/E: 44.2x P/B: 5.8x Yield: 0.0% | Meituan is China's group buying website offering food delivery and hotel booking services at the same time. Established in Beijing and listed in Hong Kong, Meituan has grown as one of China's biggest e-commerce platforms. China's addressable consumer services market offers one of the most visible growth prospects within the Internet sector. Meituan's leading position in multiple high-frequency categories and a large user base of over 650 million provide good cross-selling opportunities. |
| Pinduoduo (Code: PDD US) Market cap: US\$87.4 billion | Retailing | Price: US\$69.14 P/E: 20.8x P/B: 6.8x Yield: 0.0% | Pinduoduo operates an e-commerce platform, which offers value-for-money merchandise and interactive shopping options. Resembling a virtual bazaar, the platform sells a suite of product categories from apparel and shoes to fresh produce and electronic appliances. |

Note: The above investments made up 32.4% of China Convergence Fund as at 30 June 2023. The stock prices are based on the closing of 30 June 2023.

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

CHINA CONVERGENCE FUND

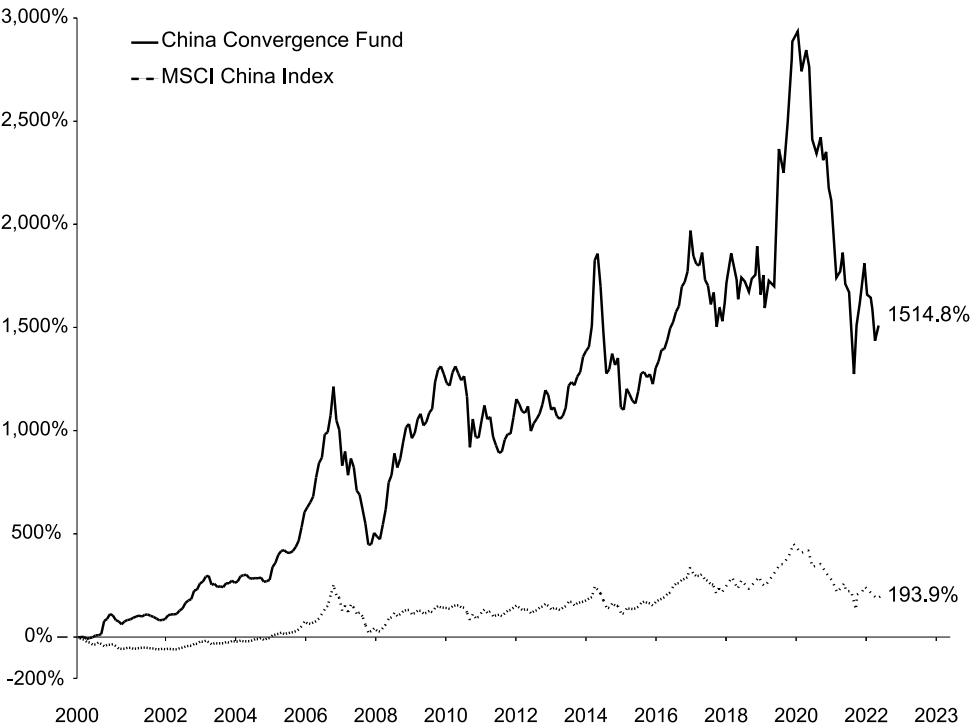
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MANAGER’S REPORT (Continued)

China Convergence Fund - NAV as at 30 June 2023

| Classes | NAV per unit |
|--------------------|--------------|
| Class A USD | USD161.48 |
| Class A AUD Hedged | AUD9.44 |
| Class A CAD Hedged | CAD10.79 |
| Class A NZD Hedged | NZD11.10 |
| Class A RMB Hedged | RMB6.99 |
| Class Z | USD14.06 |

Since launch return From 14 July 2000 to 30 June 2023



CHINA CONVERGENCE FUND

A Sub-fund of Value Partners Intelligent Funds
(A Cayman Islands unit trust)

STATEMENT OF FINANCIAL POSITION (UNAUDITED)

AS AT 30 JUNE 2023

| | 30.06.2023 US\$ | 31.12.2022 US\$ |
|--|--------------------|--------------------|
| Assets | | |
| Financial assets at fair value through profit or loss | 104,853,161 | 125,619,614 |
| Interest, dividends and other receivables | 124,531 | 1,205 |
| Amounts due from unitholders | 36,512 | 40,335 |
| Amounts due from brokers | 864,496 | - |
| Cash and cash equivalents | 1,661,671 | 102,382 |
| Total assets | <u>107,540,371</u> | <u>125,763,536</u> |
| Liabilities | | |
| Financial liabilities at fair value through profit or loss | 11,541 | 90 |
| Bank overdraft | 124,273 | 4,693,048 |
| Amounts due to unitholders | 210,120 | 445,469 |
| Amounts due to brokers | 1,644,416 | - |
| Management fees payable | 109,117 | 127,615 |
| Trustee and fund administration fees payable | 11,798 | 13,797 |
| Accrued expenses and other payables | 38,807 | 65,224 |
| Total liabilities (excluding net assets attributable to unitholders) | <u>2,150,072</u> | <u>5,345,243</u> |
| Net assets attributable to unitholders | <u>105,390,299</u> | <u>120,418,293</u> |
| Net asset value per unit | 30.06.2023 | 31.12.2022 |
| - Class A with 642,903 (31.12.2022: 673,345) units outstanding | USD161.48 | USD175.61 |
| - Class A AUD Hedged with 123,522 (31.12.2022: 175,535) units outstanding | AUD9.44 | AUD10.43 |
| - Class A CAD Hedged with 39,427 (31.12.2022: 39,427) units outstanding | CAD10.79 | CAD11.82 |
| - Class A NZD Hedged with 27,838 (31.12.2022: 34,959) units outstanding | NZD11.10 | NZD12.19 |
| - Class A RMB Hedged with 6,320 (31.12.2022: 6,320) units outstanding | RMB6.99 | RMB7.74 |
| - Class Z with 20,488 (31.12.2022: 20,488) units outstanding | <u>USD14.06</u> | <u>USD15.25</u> |

Note: Semi-annual reports have applied the same accounting policies and methods of computation as are applied in the annual reports of the Sub-Fund.

CHINA CONVERGENCE FUND

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STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE SIX MONTHS ENDED 30 JUNE 2023

| | 30.06.2023 US\$ | 30.06.2022 US\$ |
|--|--------------------------|---------------------------|
| Income | | |
| Interest income | 10,270 | 1,336 |
| Dividend income | 839,672 | 1,540,296 |
| Net losses from financial assets and liabilities at fair value through profit or loss | (8,675,555) | (37,622,757) |
| Net foreign exchange losses | <u>(91,457)</u> | <u>(37,997)</u> |
| Net investment loss | <u>-----</u> (7,917,070) | <u>-----</u> (36,119,122) |
| Expenses | | |
| Management fees ^{Note 2} | (724,291) | (956,929) |
| Transaction costs ^{Note 1} | (328,554) | (240,504) |
| Trustee and fund administration fees ^{Note 1} | (78,307) | (103,180) |
| Professional fees | (13,406) | (36,067) |
| Interest expenses ^{Note 1} | (129,174) | (88,111) |
| Bank charges ^{Note 1} | (12,072) | (14,998) |
| Auditor's remuneration | (15,879) | (18,575) |
| Other operating expenses ^{Note 1} | <u>(25,456)</u> | <u>(61,369)</u> |
| Operating expenses | <u>-----</u> (1,327,139) | <u>-----</u> (1,519,733) |
| Loss before taxation | (9,244,209) | (37,638,855) |
| Taxation | <u>(63,688)</u> | <u>(127,920)</u> |
| Net loss and total comprehensive loss for the period | <u>-----</u> (9,307,897) | <u>-----</u> (37,766,775) |

CHINA CONVERGENCE FUND

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STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED) (Continued)

FOR THE SIX MONTHS ENDED 30 JUNE 2023

Note 1 During the period ended 30 June 2023 and 2022, other than trustee and fund administration fees, stock loan fee expenses, interest expense and bank charges that paid to the Trustee or its connected persons, other respective amounts paid to the Trustee or its connected persons were as follows:

| | 30.06.2023 | 30.06.2022 |
|--------------------------|------------|------------|
| | US\$ | US\$ |
| Transaction costs | (1,821) | (6,558) |
| Professional fees | (2,135) | (2,461) |
| Other operating expenses | (1,606) | (2,953) |

Note 2 During the period ended 30 June 2023 and 2022, other than management fees paid to the Manager, no other amounts were paid to the Manager or its connected persons.

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

FOR THE SIX MONTHS ENDED 30 JUNE 2023

| | 30.06.2023 US\$ | 30.06.2022 US\$ |
|--|--------------------|--------------------|
| Balance as at 1 January | 120,418,293 | 192,485,423 |
| Loss and total comprehensive loss for the period | (9,307,897) | (37,766,775) |
| Issue of redeemable units | | |
| - Class A | 2,583,694 | 4,830,432 |
| - Class A AUD Hedged | - | 55,894 |
| - Class A NZD Hedged | 4,826 | - |
| - Class A RMB Hedged | - | 9,981 |
| | 2,588,520 | 4,896,307 |
| Redemption of redeemable units | | |
| - Class A | (7,900,493) | (12,747,136) |
| - Class A AUD Hedged | (351,545) | (326,839) |
| - Class A CAD Hedged | - | (956,012) |
| - Class A NZD Hedged | (56,579) | (41,791) |
| | (8,308,617) | (14,071,778) |
| Net decrease from unit transactions | (5,720,097) | (9,175,471) |
| Balance as at 30 June | 105,390,299 | 145,543,177 |

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

FOR THE SIX MONTHS ENDED 30 JUNE 2023

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

| Number of units | As at 1 January 2023 | Issue of units | Redemption of units | As at 30 June 2023 |
|------------------------|-------------------------------------|---------------------------|--------------------------------|-----------------------------------|
| Class A | 673,345 | 14,448 | (44,890) | 642,903 |
| Class A AUD Hedged | 175,535 | – | (52,013) | 123,522 |
| Class A CAD Hedged | 39,427 | – | – | 39,427 |
| Class A NZD Hedged | 34,959 | 595 | (7,716) | 27,838 |
| Class A RMB Hedged | 6,320 | – | – | 6,320 |
| Class Z | 20,488 | – | – | 20,488 |

| Number of units | As at 1 January 2022 | Issue of units | Redemption of units | As at 30 June 2022 |
|------------------------|-------------------------------------|---------------------------|--------------------------------|-----------------------------------|
| Class A | 758,378 | 24,025 | (62,600) | 719,803 |
| Class A AUD Hedged | 219,495 | 6,293 | (34,134) | 191,654 |
| Class A CAD Hedged | 117,165 | – | (76,671) | 40,494 |
| Class A NZD Hedged | 47,055 | – | (5,166) | 41,889 |
| Class A RMB Hedged | – | 6,320 | – | 6,320 |
| Class Z | 20,488 | – | – | 20,488 |

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STATEMENT OF CASH FLOWS (UNAUDITED)

FOR THE SIX MONTHS ENDED 30 JUNE 2023

| | 30.06.2023 US\$ | 30.06.2022 US\$ |
|--|--------------------|--------------------|
| Operating activities | | |
| Interest received | 11,362 | 1,334 |
| Interest paid | (155,763) | (88,220) |
| Dividends received (net of withholding tax) | 651,910 | 1,300,656 |
| Proceeds from sale of investments | 103,607,662 | 77,721,525 |
| Payments on purchase of investments | (90,725,393) | (61,370,664) |
| Operating expenses paid | (1,310,091) | (1,554,895) |
| | <hr/> | <hr/> |
| Net cash generated from operating activities | 12,079,687 | 16,009,736 |
| | <hr/> | <hr/> |
| Financing activities | | |
| Proceeds from issuance of redeemable units | 2,592,343 | 4,883,876 |
| Payments on redemption of redeemable units | (8,543,966) | (14,603,787) |
| | <hr/> | <hr/> |
| Net cash used in financing activities | (5,951,623) | (9,719,911) |
| | <hr/> | <hr/> |
| Net increase in cash and cash equivalents | 6,128,064 | 6,289,825 |
| Cash and cash equivalents (net of bank overdraft) as at 1 January | (4,590,666) | (14,360,190) |
| | <hr/> | <hr/> |
| Cash and cash equivalents as at 30 June | 1,537,398 | (8,070,365) |
| | <hr/> | <hr/> |
| Analysis of cash and cash equivalents | | |
| Cash held with bank | 1,661,671 | 794,201 |
| Bank overdraft | (124,273) | (8,864,566) |
| | <hr/> | <hr/> |
| | 1,537,398 | (8,070,365) |
| | <hr/> | <hr/> |

CHINA CONVERGENCE FUND

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INVESTMENT PORTFOLIO (UNAUDITED)

AS AT 30 JUNE 2023

| | Holdings | Fair value US\$ | % of net assets |
|---|-----------|--------------------|--------------------|
| FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS | | | |
| Listed equity securities | | | |
| China | | | |
| Beijing Tongrentang Co Ltd A Shares (SHHK) | 297,178 | 2,352,800 | 2.23 |
| China Merchants Bank Co Ltd A Shares (SHHK) | 675,354 | 3,043,148 | 2.89 |
| Contemporary Amperex Technology Co Ltd A Shares (SZHK) | 91,080 | 2,866,208 | 2.72 |
| Foxconn Industrial Internet Co Ltd A Shares (SHHK) | 928,200 | 3,217,287 | 3.05 |
| Gree Electric Appliances Inc of Zhuhai A Shares (SZHK) | 190,900 | 958,662 | 0.91 |
| Huadong Medicine Co Ltd A Shares (SZHK) | 453,172 | 2,703,337 | 2.56 |
| Inner Mongolia MengDian HuaNeng Thermal Power Corp Ltd A Shares (SHHK) | 2,180,900 | 1,244,891 | 1.18 |
| Inner Mongolia Yili Industrial Group Co Ltd A Shares (SHHK) | 519,978 | 2,025,470 | 1.92 |
| Kweichow Moutai Co Ltd A Shares (SHHK) | 12,880 | 2,995,761 | 2.84 |
| Lao Feng Xiang Co Ltd A Shares (SHHK) | 180,400 | 1,733,952 | 1.65 |
| Luxshare Precision Industry Co Ltd A Shares (SZHK) | 1,413,400 | 6,308,520 | 5.99 |
| Maxscend Microelectronics Co Ltd A Shares (SZHK) | 207,260 | 2,754,705 | 2.61 |
| Midea Group Co Ltd A Shares (SZHK) | 312,068 | 2,529,063 | 2.40 |
| Ninestar Corp A Shares (SZHK) | 180,900 | 852,210 | 0.81 |
| Ningbo Tuopu Group Co Ltd A Shares (SHHK) | 106,500 | 1,182,145 | 1.12 |
| Ping An Insurance (Group) Co of China Ltd A Shares (SHHK) | 331,457 | 2,115,402 | 2.01 |
| Shenzhen Inovance Technology Co Ltd A Shares (SZHK) | 281,027 | 2,481,981 | 2.35 |
| Shenzhen Mindray Bio-Medical Electronics Co Ltd A Shares (SZHK) | 40,000 | 1,649,451 | 1.57 |
| Zhejiang Sanhua Intelligent Controls Co Ltd A Shares (SZHK) | 765,800 | 3,187,366 | 3.02 |
| Zhongji Innolight Co Ltd A Shares (SZHK) | 103,200 | 2,093,014 | 1.99 |
| Zijin Mining Group Co Ltd A Shares (SHHK) | 645,300 | 1,009,183 | 0.96 |
| ZTE Corp A Shares (SZHK) | 416,600 | 2,609,516 | 2.48 |
| Total China | | 51,914,072 | 49.26 |

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INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 30 JUNE 2023

| | Holdings | Fair value US\$ | % of net assets |
|--|-----------|--------------------|--------------------|
| FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Continued) | | | |
| Listed equity securities (Continued) | | | |
| <i>Hong Kong - H Shares</i> | | | |
| China Construction Bank Corp H Shares | 3,374,000 | 2,183,150 | 2.07 |
| China Life Insurance Co Ltd H Shares | 757,000 | 1,261,739 | 1.20 |
| China Pacific Insurance (Group) Co Ltd H Shares | 122,000 | 315,294 | 0.30 |
| Sinopharm Group Co Ltd H Shares | 210,000 | 656,623 | 0.62 |
| Zhaojin Mining Industry Co Ltd H Shares | 409,500 | 511,120 | 0.48 |
| ZTE Corp H Shares | 547,000 | 2,192,035 | 2.08 |
| Total Hong Kong - H Shares | | 7,119,961 | 6.75 |
| <i>Hong Kong - Others</i> | | | |
| AIA Group Ltd | 190,800 | 1,926,129 | 1.83 |
| Alibaba Group Holding Ltd | 617,300 | 6,397,095 | 6.07 |
| ANTA Sports Products Ltd | 45,400 | 463,818 | 0.44 |
| Baidu Inc | 147,400 | 2,498,194 | 2.37 |
| China Power International Development Ltd | 3,653,000 | 1,342,680 | 1.27 |
| China Resources Power Holdings Co Ltd | 596,000 | 1,346,325 | 1.28 |
| Meituan | 375,180 | 5,855,940 | 5.56 |
| NetEase Inc | 226,600 | 4,413,112 | 4.19 |
| Sino Biopharmaceutical Ltd | 4,238,000 | 1,844,361 | 1.75 |
| Tencent Holdings Ltd | 232,100 | 9,822,458 | 9.32 |
| Xiaomi Corp | 1,622,400 | 2,219,644 | 2.10 |
| Total Hong Kong - Others | | 38,129,756 | 36.18 |
| Total Hong Kong | | 45,249,717 | 42.93 |
| <i>The United States of America</i> | | | |
| PDD Holdings Inc ADR (formerly known as Pinduoduo Inc ADR) | 82,280 | 5,688,839 | 5.40 |
| Total listed equity securities | | 102,852,628 | 97.59 |

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A Sub-fund of Value Partners Intelligent Funds
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INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 30 JUNE 2023

| | Holdings | Fair value US\$ | % of net assets |
|--|-----------|--------------------|--------------------|
| FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Continued) | | | |
| Unlisted equity securities | | | |
| Peace Mark (Holdings) Ltd | 1,912,000 | - | - |
| Real Gold Mining Ltd | 3,046,000 | - | - |
| | | ----- | ----- |
| Financial derivative assets | | | |
| Participation notes | | 2,000,533 | 1.90 |
| | | ----- | ----- |
| Total financial assets at fair value through profit or loss | | 104,853,161 | 99.49 |
| | | ----- | ----- |
| FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS | | | |
| Derivative financial liabilities | | | |
| Foreign currency forward contracts | | (11,541) | (0.01) |
| | | ----- | ----- |
| Total financial liabilities at fair value through profit or loss | | (11,541) | (0.01) |
| | | ----- | ----- |
| Total investments | | 104,841,620 | 99.48 |
| Cash and cash equivalents (net of bank overdraft) | | 1,537,398 | 1.46 |
| Other liabilities | | (988,719) | (0.94) |
| | | ----- | ----- |
| Total net assets | | 105,390,299 | 100.00 |
| | | ===== | ===== |
| Total investments, at cost | | 120,709,434 | |
| | | ===== | |

CHINA CONVERGENCE FUND

A Sub-fund of Value Partners Intelligent Funds
(A Cayman Islands unit trust)

STATEMENTS OF MOVEMENTS IN PORTFOLIO HOLDINGS (UNAUDITED)

FOR THE SIX MONTHS ENDED 30 JUNE 2023

| | % of net assets | |
|--|-----------------|---------------|
| | 30.06.2023 | 31.12.2022 |
| FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS | | |
| Listed equity securities | | |
| China | 49.26 | 57.12 |
| Hong Kong | 42.93 | 38.46 |
| The United States of America | 5.40 | 3.70 |
| | <u>97.59</u> | <u>99.28</u> |
| Unlisted equity securities | | |
| Hong Kong | - | - |
| Derivative financial assets | | |
| Currency forwards | - | 0.02 |
| Participation notes | 1.90 | 5.02 |
| | <u>1.90</u> | <u>5.04</u> |
| Total financial assets at fair value through profit or loss | <u>99.49</u> | <u>104.32</u> |

CHINA CONVERGENCE FUND

A Sub-fund of Value Partners Intelligent Funds
(A Cayman Islands unit trust)

STATEMENTS OF MOVEMENTS IN PORTFOLIO HOLDINGS (UNAUDITED)
(Continued)

FOR THE SIX MONTHS ENDED 30 JUNE 2023

| | % of net assets | |
|---|-----------------|------------|
| | 30.06.2023 | 31.12.2022 |
| FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS | | |
| Derivatives financial liabilities | | |
| Forward exchange contracts | (0.01) | - |
| | (0.01) | - |
| Total financial liabilities at fair value through profit or loss | (0.01) | - |
| Total investments, net | 99.48 | 104.32 |
| Cash and cash equivalents (net of bank overdraft) | 1.46 | (3.81) |
| Other net liabilities | (0.94) | (0.51) |
| Total net assets | 100.00 | 100.00 |

CHINA CONVERGENCE FUND

A Sub-fund of Value Partners Intelligent Funds
(A Cayman Islands unit trust)

DETAILS IN RESPECT OF FINANCIAL DERIVATIVE INSTRUMENTS (UNAUDITED)

AS AT 30 JUNE 2023

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

Financial assets:

Participation notes

| | Underlying assets | Issuer | Fair value US\$ |
|--|-------------------------------------|-------------------------------|--------------------|
| CICC Financial Trading Ltd (Centre Testing International Group Co Ltd A SHARES) P-Note 1/22/2024 | Centre Testing International S A | CICC Financial Trading Ltd | <u>2,000,533</u> |

Financial liabilities:

Foreign currency forward contracts

| Currency sold | Amount sold | Currency bought | Amount bought | Settlement date | Counter party | Fair value US\$ |
|------------------|----------------|--------------------|------------------|-----------------|---|--------------------|
| USD | 192,172 | NZD | 312,176 | 31 July 2023 | The Hongkong and Shanghai Banking Corporation Limited | (2,150) |
| USD | 781,874 | AUD | 1,169,977 | 31 July 2023 | The Hongkong and Shanghai Banking Corporation Limited | (6,493) |
| USD | 326,982 | CAD | 429,634 | 31 July 2023 | The Hongkong and Shanghai Banking Corporation Limited | (2,869) |
| USD | 6,184 | CNH | 44,638 | 31 July 2023 | The Hongkong and Shanghai Banking Corporation Limited | <u>(29)</u> |
| | | | | | | <u>(11,541)</u> |