

**VALUE PARTNERS CHINA GREENCHIP FUND LIMITED**  
*(Incorporated as an exempted company in Cayman Islands with limited liability)*

# 2018 SEMI-ANNUAL REPORT

For the six months ended 30 June 2018

**Value Partners Limited**

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*In the event of inconsistency, the English text of this Semi-Annual Report shall prevail over the Chinese text. This report shall not constitute an offer to sell or a solicitation of an offer to buy shares in any of the funds. Subscriptions are to be made only on the basis of the information contained in the explanatory memorandum, as supplemented by the latest semi-annual and annual reports.*

**VALUE PARTNERS CHINA GREENCHIP FUND LIMITED**  
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# VALUE PARTNERS CHINA GREENCHIP FUND LIMITED

(Incorporated as an exempted company in the Cayman Islands with limited liability)

## GENERAL INFORMATION

### Directors

Mr. Roger Anthony Hepper  
Mr. Kee Chong Li Kwong Wing  
Mr. Nigel David Stead  
Mr. Wilson Lam (Alternate Director and  
appointed on 1 August 2018)  
Mr. Mo Chun Wah, Jonathan  
(Alternate Director and  
resigned on 1 August 2018)

### 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

### Custodian and Administrator's Agent

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

### Administrator and Principal Office

HSBC Trustee (Cayman) Limited  
P.O. Box 484  
Strathvale House  
Ground Floor  
90 North Church Street  
George Town  
Grand Cayman  
KY1-1106  
Cayman Islands

### Registered Office

P.O. Box 309  
Ugland House  
South Church Street  
George Town  
Grand Cayman  
Cayman Islands  
British West Indies

### Auditor

PricewaterhouseCoopers  
P.O. Box 258  
Grand Cayman, KY1-1104  
Cayman Islands

### Legal Advisors

*With respect to Cayman Islands law*  
Maples and Calder  
53rd Floor, The Center  
99 Queen's Road Central  
Hong Kong

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

### Information available from:

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

## GENERAL INFORMATION (Continued)

### Recent awards and achievements

#### Corporate Awards

- |             |  |
|-------------|--|
| <b>2018</b> | <ul style="list-style-type: none"><li>• <b>Insights &amp; Mandate Professional Investment Awards 2018</b><br/><b>Offshore China Equity (10 Years)</b><br/>– <i>Insights &amp; Mandate</i></li></ul>  |
| <b>2017</b> | <ul style="list-style-type: none"><li>• <b>Benchmark Fund of the Year Awards 2017, Hong Kong</b><br/><b>Manager of the Year – Greater China Equity (Outstanding Award)</b><br/><b>Dato' Seri Cheah Cheng Hye and Mr. Louis So (Value Partners' Co-CIOs)</b><br/>– <i>Benchmark</i></li><li>• <b>Benchmark Fund of the Year Awards 2017, Hong Kong</b><br/><b>Manager of the Year – High Yield Fixed Income</b><br/><b>Mr. Gordon Ip (Value Partners' CIO, Fixed Income)</b><br/>– <i>Benchmark</i></li><li>• <b>Benchmark Fund of the Year Awards 2017, Hong Kong</b><br/><b>Commodity Award (ETF) – Commodity ETF (Outstanding Achiever)</b><br/><b>for Sensible Asset Management</b><br/>– <i>Benchmark</i></li><li>• <b>The 15th China's Financial Annual Champion Awards 2017</b><br/><b>Value Partners: Best Fund House of the Year</b><br/>– <i>Hexun.com</i></li><li>• <b>AsiaHedge Awards 2017</b><br/><b>Management Firm of the Year: Value Partners</b><br/>– <i>AsiaHedge</i></li><li>• <b>Listed Company Award of Excellence 2017</b><br/><b>Value Partners Group Limited – Best Listed Company (Main Board category)</b><br/>– <i>Hong Kong Economic Journal &amp; PR Asia</i></li><li>• <b>The Asset Benchmark Research Awards 2017 – Asian G3 Bonds</b><br/><b>Top Investment House</b><br/><b>Value Partners – Ranked Number 1 in Hedge Fund category</b><br/>– <i>The Asset Benchmark Survey</i></li><li>• <b>The Asset Triple A, Asset Servicing, Investor</b><br/><b>and Fund Management Awards 2017</b><br/><b>Fund Manager of the Year – Long-only Fixed Income (Highly Commended)</b><br/><b>Mr. Gordon Ip, Value Partners Greater China High Yield Income Fund</b><br/>– <i>The Asset</i></li><li>• <b>Asset Management Awards for Excellence 2017</b><br/><b>Best Fund Provider – Greater China Equity</b><br/>– <i>Asian Private Banker</i></li></ul> |

## VALUE PARTNERS CHINA GREENCHIP FUND LIMITED

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### MANAGER'S REPORT

Volatility persisted in the second quarter of 2018 as concerns about rising trade tensions, US-North Korea relations and deleveraging in China deepened. Greater China equities (as represented by the MSCI Golden Dragon Index) ended the period with a 3.7% fall (in USD). We saw two major sources of volatility as we navigated an increasingly turbulent market in the second quarter – the US-China trade war and China's deleveraging bias.

#### Trade war rhetoric weighed on market

In mid-June, US President Trump approved the final list of goods to be included in the application of a 25% tariff on \$50 billion worth of Chinese imports in which \$34 billion will be implemented on 6 July as part one. Shortly after, China threatened to retaliate by imposing tariffs of "the same strength" on US goods. As the back-and-forth continued, we believe that the trade war will get worse before it gets better because of Trump's tendency to strain relationships to the limit. Despite this negatively affecting specific sectors and companies, we reiterate our belief that the impact of the tariffs on China's overall economy will be limited – a 25% tariff on \$50 billion of Chinese imports is equivalent to a mere 0.1% of China's GDP and only affects 2.2%<sup>1</sup> of China's total exports. We continue to believe that the two sides will resolve the dispute through negotiations eventually, but fear and uncertainty in financial markets will linger, and investors may feel the pinch of the trade war in the short term.

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

### **China's deleveraging triggered a string of bond defaults**

The number of bond default cases has been ratcheting up since the start of the year – 16 cases from eight issuers worth a combined RMB14 billion were reported year-to-date. Although default cases continued to cloud investor sentiment in the onshore market, we see them as an anticipated consequence of the deleveraging and de-risking measures that Chinese authorities have been implementing to weed out poor quality companies. Allowing defaults can also help to improve price differentiation in China's credit market, where the credit spread on high yield papers has widened to 300 basis points in early June from as narrow as 50 basis points in March.

While deleveraging policies will burden China's GDP growth, we believe that China's policy makers will remain flexible by constantly reviewing and fine-tuning policies so as to avoid a sharp deceleration in economic growth. The nimble policy approach was evidenced by the two RRR cuts by the People's Bank of China (PBOC) in the second quarter to inject liquidity into the market. On the other hand, contrary to the Fed's rate hike policy, the PBOC injected net liquidity of RMB403 billion via its medium-term lending facility (MLF) in June. This, together with the State Council's plan to ease financial constraints for SMEs, also signals more policy fine-tuning could be possible. That said though, we expect deleveraging to remain the priority, and policies will continue to have a tightening stance to achieve quality growth in the long run.

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## MANAGER'S REPORT (Continued)

### Outlook

The MSCI China Index is currently trading at 11.9<sup>2</sup> times 12-month forward earnings; with selective sectors trading at one standard deviation below historical average valuations. China A-Shares, after the recent sell-off, are currently trading at 11.5 times 2018 estimated earnings, a level that is more than one standard deviation below its 10-year historical mean. Given China's effective reform policies in the past 5 years, we expect Chinese companies to continue to benefit from various major trends such as consumption upgrade and urbanization, technological innovation and a greener and more efficient environment.

### Value Partners Limited

24 August 2018

1. Source: the World Bank, Office of the US Trade Representative, export and GDP data as of 2016, CLSA estimates

2. Source: FactSet, I/B/E/S, MSCI

*Fund performance mentioned is referred to Value Partners China Greenchip Fund Limited (Class A shares). All performance and index figures are sourced from HSBC Institutional Trust Services (Asia) Limited, Bloomberg and Morningstar (Data computed in HK\$ terms on NAV-to-NAV basis with dividends reinvested) as at 29 June 2018. Performance data is net of all fees. All indices are for reference only.*

*The views expressed are the views of Value Partners Limited only and are subject to change based on market and other conditions. The information provided does not constitute investment advice and it should not be relied on as such. All materials have been obtained from sources believed to be reliable, but their accuracy is not guaranteed. This material contains certain statements that may be deemed forward-looking statements. Please note that any such statements are not guarantees of any future performance and actual results or developments may differ materially from those projected.*



## MANAGER'S REPORT (Continued)

### 5 biggest holdings of securities as at 30 May 2018

Stock	Industry	Valuation (2018 Estimates)	Remarks
Alibaba Group Holdings (Code: BABA US)  Market cap: US\$493 billion	Internet	Price: US\$192.55 P/E: 31.5x P/B: 7.0x Yield: 0.0%	Alibaba group holding limited operates as a holding company. The company provides internet infrastructure, eCommerce, online financial, and internet content services through its subsidiaries. Alibaba Group Holding offers its product and services worldwide.
China Yuhua Education Corp Ltd (Code: 6169 HK)  Market cap: US\$2.4 billion	Education	Price: HKD5.73 P/E: 30.0x P/B: 4.9x Yield: 1.6%	Yuhua is one of the leading private K12 and university operator in China. The company operates kindergarten, primary schools, secondary schools and universities in Henan and Hunan. The company's schools enroll approximately 90,000 students to date.
Chow Tai Fook Jewellery Group (Code: 1929 HK)  Market cap: US\$11.3 billion	Retailing	Price: HKD8.84 P/E: 21.4x P/B: 2.7x Yield: 2.9%	Founded in 1929, Chow Tai Fook Jewellery principally engaged in the manufacture and sale of mass luxury and high-end luxury jewelry, as well as the provision of jewelry related services. The company also distributes watches of various brands. The company is expected to benefit from China's consumption upgrade. It is also well-positioned in the eCommerce space to target the specific customer segment. Its Hong Kong and Macau sales turned around with the help of stabilization of tourist spending. The company continues to streamline its cost structure and achieved cost reduction.

## VALUE PARTNERS CHINA GREENCHIP FUND LIMITED

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### MANAGER'S REPORT (Continued)

#### 5 biggest holdings of securities as at 30 May 2018 (Continued)

Stock	Industry	Valuation (2018 Estimates)	Remarks
Sands China (Code: 1928 HK)  Market cap: US\$43.2 billion	Consumer services	Price: HKD41.95 P/E: 20.1x P/B: 9.3x Yield: 4.9%	Sands China is one of the biggest integrated resort and casino operators in Macau. After opening its latest resort Parisian in August 2016, the company now has over 12,000 suites and hotel rooms, 1,635 table games, and the widest diversity of retail and catering facilities. We expect Parisian will continue to ramp up successfully; management is now planning on new projects to improve existing resorts' productivity. With the largest hotel capacity on hand, Sands China will benefit the most from the upcoming infrastructure upgrade in Macau.
Tencent Holdings Ltd (Code: 700 HK)  Market cap: US\$3,606 billion	Internet	Price: HKD378.80 P/E: 35.9x P/B: 9.0x Yield: 0.29%	Tencent holdings limited, an investment holding company, provides internet and mobile value-added services (VAS), online advertising services, and ecommerce transactions services to users in the People's Republic of China, the United States, Europe, and internationally.

Note: The above investments made up 28.0% of Value Partners China Greenchip Fund Limited as at 29 June 2018. The stock prices are based on the closing of 29 June 2018.

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

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**MANAGER'S REPORT (Continued)**

**Value Partners China Greenchip Fund Limited – NAV as at 30 June 2018**

Classes	NAV per unit
Class A HKD and Class N	HKD67.44
Class A USD	USD11.10
Class A AUD Hedged	AUD11.43
Class A CAD Hedged	CAD11.11
Class A NZD Hedged	NZD11.78
Class A2 QDis	HKD11.97
Class Z	USD12.58

**Performance since launch  
From 8 April 2002 to 30 June 2018**



# Hang Seng Index refers to Hang Seng Price Return Index up to 31 December 2014, thereafter it is the Hang Seng Total Return Index. Hang Seng Total Return Index includes dividend reinvestment whereas Hang Seng Price Return Index does not take into account reinvestment of dividends.

\* MSCI China Index (Total Net Return) since fund inception to present which takes into account of dividend reinvestment after deduction of withholding tax.

▲ Investors should note that figures are for non-redeemable Class N shares which may differ from those of classes currently available for subscription (namely Class A and Class A2 QDis), due to differences in launch date. For Class A, the share launch return, annualized return and annualized volatility are +90.8%, +5.9% and 23.3% respectively.

**VALUE PARTNERS CHINA GREENCHIP FUND LIMITED**

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

AS AT 30 JUNE 2018

	<b>30.06.2018</b>	<b>31.12.2017</b>
	<i>HK\$</i>	<i>HK\$</i>
<b>Assets</b>		
Financial assets at fair value through profit or loss	2,281,722,806	3,091,997,565
Amounts receivable on sales of investments	62,899,004	3,939,630
Amounts receivable on subscription of shares	2,080,064	773,761
Dividends and interest receivables	10,336,042	460,409
Other receivables	86,551	91,355
Bank balances	15,083,471	40,354,907
	<hr/>	<hr/>
<b>Total assets</b>	<u>2,372,207,938</u>	<u>3,137,617,627</u>
<b>Liabilities</b>		
Financial liabilities at fair value through profit or loss	155,679	1,809
Amounts payable on purchase of investments	12,221,668	17,828,676
Amounts payable on redemption of shares	10,792,358	39,990,679
Management fee payable	2,750,857	3,505,059
Performance fee payable	–	94,711,306
Distribution payable	2,257,096	3,035,471
Bank overdrafts	150,125,132	80,441,655
Accruals and other payables	1,404,621	1,219,007
	<hr/>	<hr/>
<b>Liabilities (excluding net assets attributable to shareholders)</b>	<u>179,707,411</u>	<u>240,733,662</u>
<b>Net assets attributable to shareholders</b>	<u><u>2,192,500,527</u></u>	<u><u>2,896,883,965</u></u>

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

AS AT 30 JUNE 2018

	<b>30.06.2018</b>	<b>31.12.2017</b>
<b>Net asset value per share</b>		
– Class N with 22,000 (31.12.2017: 22,000) shares outstanding	HKD67.44	HKD70.42
– Class A HKD with 22,134,461 (31.12.2017: 27,028,373) shares outstanding	HKD67.44	HKD70.42
– Class A USD with 573,983 (31.12.2017: 851,008) shares outstanding	USD11.10	USD11.61
– Class A AUD Hedged with 256,374 (31.12.2017: 365,223) shares outstanding	AUD11.43	AUD11.97
– Class A CAD Hedged with 58,449 (31.12.2017: 68,817) shares outstanding	CAD11.11	CAD11.63
– Class A NZD Hedged with 47,439 (31.12.2017: 77,780) shares outstanding	NZD11.78	NZD12.24
– Class A2 QDis with 48,125,721 (31.12.2017: 64,722,195) shares outstanding	HKD11.97	HKD12.58
– Class Z with 485,000 (31.12.2017: 618,000) shares outstanding	USD12.58	USD13.11

# VALUE PARTNERS CHINA GREENCHIP FUND LIMITED

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## INVESTMENT PORTFOLIO (UNAUDITED)

AS AT 30 JUNE 2018

	Holdings	Fair value HK\$	% of net assets
<b>FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>			
<b>Listed Equity Securities</b>			
<b>China</b>			
BTG Hotels Group Co Ltd (SHHK)	573,720	18,469,905	0.84
Kweichow Moutai Co Ltd (SHHK)	90,180	78,158,434	3.56
Lens Technology Co Ltd (SZHK)	791,770	19,682,468	0.90
Luxshare Precision Industry Co Ltd (SZHK)	1,268,580	33,880,266	1.55
Zhejiang Dahua Technology Co Ltd (SZHK)	855,459	22,857,082	1.04
		<u>173,048,155</u>	<u>7.89</u>
<b>Hong Kong - H shares</b>			
China CITIC Bank Corp Ltd H Shrs	5,435,000	26,685,850	1.22
China Construction Bank Corp H Shrs	5,462,000	39,599,500	1.81
China International Capital Corp Ltd H Shrs	1,672,400	23,380,152	1.07
Huatai Securities Co Ltd H Shrs	1,719,000	21,453,120	0.98
Industrial & Commercial Bank of China Ltd H Shrs	6,722,000	39,458,140	1.80
PetroChina Co Ltd H Shrs	9,090,000	54,267,300	2.47
Ping An Insurance Group Co of China Ltd H Shrs	763,500	55,124,700	2.51
Shenzhen Expressway Co Ltd H Shrs	2,978,000	22,930,600	1.05
ZTE Corp H Shrs	925,200	11,028,384	0.50
		<u>293,927,746</u>	<u>13.41</u>

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**INVESTMENT PORTFOLIO (UNAUDITED) (Continued)**

AS AT 30 JUNE 2018

	Holdings	Fair value <i>HK\$</i>	% of net assets
<b>FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Continued)</b>			
<b>Listed Equity Securities (Continued)</b>			
<b><i>Hong Kong – Red chips</i></b>			
China Foods Ltd	4,776,000	19,533,840	0.89
China Overseas Property Holdings Ltd	11,659,000	30,313,400	1.38
CNOOC Ltd	3,591,000	48,622,140	2.22
CPMC Holdings Ltd	4,423,000	21,451,550	0.98
Guotai Junan International Holdings Ltd	4,922,000	8,367,400	0.38
		128,288,330	5.85

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## INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 30 JUNE 2018

	Holdings	Fair value HK\$	% of net assets
<b>FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Continued)</b>			
<b>Listed Equity Securities (Continued)</b>			
<b>Hong Kong – Others</b>			
AIA Group Ltd	869,000	59,613,400	2.72
A-Living Services Co Ltd	1,465,750	21,077,485	0.96
ASM Pacific Technology Ltd	719,800	71,404,160	3.26
Beijing Tong Ren Tang Chinese Medicine Co Ltd	3,149,000	50,635,920	2.31
China Xinhua Education Group Ltd	4,069,000	14,689,090	0.67
China Yuhua Education Corp Ltd	22,586,000	126,029,880	5.75
Chinasoft International Ltd	5,516,000	33,757,920	1.54
Chow Tai Fook Jewellery Group Ltd	9,159,000	80,965,560	3.69
CIFI Holdings Group Co Ltd	3,606,000	17,993,940	0.82
Colour Life Services Group Co Ltd	10,251,000	80,982,900	3.69
Country Garden Services Holdings Co Ltd	585,000	5,885,100	0.27
Emperor Watch & Jewellery Ltd	66,850,000	32,088,000	1.46
Galaxy Entertainment Group Ltd	1,140,000	69,255,000	3.16
HKBN Ltd	2,985,000	36,058,800	1.64
Honma Golf Ltd	3,928,500	31,624,425	1.44
IMAX China Holding Inc	1,845,800	44,114,620	2.01
Kerry Logistics Network Ltd	2,242,500	24,532,950	1.12
KWG Property Holding Ltd	3,225,000	31,798,500	1.45
Luk Fook Holdings International Ltd	354,000	11,487,300	0.52
Nissin Foods Co Ltd	8,619,000	39,388,830	1.80
O-Net Technologies Group Ltd	9,068,000	42,528,920	1.94
Precision Tsugami China Corp Ltd	1,898,000	17,670,380	0.81
Real Gold Mining Ltd	1,270,000	381,000	0.02
Samsonite International SA	87,900	2,439,225	0.11
Sands China Ltd	1,971,200	82,691,840	3.77
Scud Group Ltd	63,106,000	11,359,080	0.52
SIIC Environment Holdings Ltd	23,425,300	59,031,756	2.69
Sun Art Retail Group Ltd	696,500	7,146,090	0.33
Techrnic Industries Co Ltd	1,526,500	66,784,375	3.05
Ten Pao Group Holdings Ltd	11,700,000	9,009,000	0.41
Tencent Holdings Ltd	367,600	144,760,880	6.60
Times China Holdings Ltd	3,992,000	46,466,880	2.12
Xinyi Glass Holdings Ltd	3,912,000	37,516,080	1.71
		<hr/> 1,411,169,286	<hr/> 64.36



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**INVESTMENT PORTFOLIO (UNAUDITED) (Continued)**

AS AT 30 JUNE 2018

	Holdings	Fair value <i>HK\$</i>	% of net assets
<b>FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Continued)</b>			
<b>Listed Equity Securities (Continued)</b>			
<b><i>South Korea</i></b>			
Samsung Electro-Mechanics Co Ltd	8,470	8,848,947	0.40
<b><i>Taiwan</i></b>			
MediaTek Inc	234,000	18,073,719	0.82
Sporton International Inc	538,280	20,510,695	0.94
		38,584,414	1.76
<b><i>United States</i></b>			
Alibaba Group Holding Ltd	121,140	176,376,751	8.05
Four Seasons Education Cayman Inc	10,327	439,251	0.02
Weibo Corp	22,451	15,638,411	0.71
		192,454,413	8.78
<b>Listed Investment Funds</b>			
<b><i>Hong Kong</i></b>			
Value China ETF	544,500	23,222,925	1.06
<b>Participation Notes</b>			
Beijing Global Safety Technology Co Ltd P Note 01/01/2099	164,800	12,160,831	0.56
<b>Unlisted Equity Securities</b>			
<b><i>Hong Kong</i></b>			
Euro-Asia Agricultural (Holdings) Co Ltd	4,266,000	-	-

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**INVESTMENT PORTFOLIO (UNAUDITED) (Continued)**

AS AT 30 JUNE 2018

	Holdings	Fair value HK\$	% of net assets
<b>FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Continued)</b>			
Currency Forwards		<u>17,759</u>	<u>—</u>
Total financial assets at fair value through profit or loss		<u>2,281,722,806</u>	<u>104.07</u>
<b>FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS</b>			
Currency Forwards		<u>(155,679)</u>	<u>(0.01)</u>
Total financial liabilities at fair value through profit or loss		<u>(155,679)</u>	<u>(0.01)</u>
Total investments, net		<u>2,281,567,127</u>	<u>104.06</u>
Total investments, at cost (inclusive of transaction cost)		<u>2,426,522,856</u>	

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**INVESTMENT PORTFOLIO MOVEMENTS (UNAUDITED)**

FOR THE PERIOD ENDED 30 JUNE 2018

	<b>% of net assets</b>	
	<b>30.06.2018</b>	<b>31.12.2017</b>
<b>Listed equity securities</b>		
China	7.89	8.57
Hong Kong		
– H shares	13.41	18.18
– Red chips	5.85	6.82
– Others	64.36	54.72
Singapore	–	3.25
South Korea	0.40	–
Taiwan	1.76	2.03
United States	<u>8.78</u>	<u>11.60</u>
	102.45	105.17
<b>Listed investment funds</b>		
Hong Kong	1.06	–
<b>Participation notes</b>	0.56	1.55
<b>Currency forwards</b>	<u>(0.01)</u>	<u>0.02</u>
<b>Total investment, net</b>	<u><u>104.06</u></u>	<u><u>106.74</u></u>

## VALUE PARTNERS CHINA GREENCHIP FUND LIMITED

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### DISTRIBUTION TO SHAREHOLDERS (UNAUDITED)

The following distribution statement is in relation to the Class A2 QDis where the Manager currently intends to make quarterly dividends distribution to shareholders (actual distribution frequency subject to Manager's discretion).

	<b>01.01.2018 to 30.06.2018</b>	<b>01.01.2017 to 30.06.2017</b>
	<i>HK\$</i>	<i>HK\$</i>
<b>Undistributed profit brought forward</b>	–	–
Net profit allocated to Class A2 QDis for the period	<u>4,578,376</u>	<u>8,325,607</u>
<b>Amount available for distribution</b>	<u>4,578,376</u>	<u>8,325,607</u>
Distribution of HKD0.0469 per share on 49,494,229 Class A2 QDis shares ex 29 March 2018	(2,321,279)	–
Distribution of HKD0.0469 per share on 48,125,721 Class A2 QDis shares ex 29 June 2018	(2,257,097)	–
Distribution of HKD0.0469 per share on 94,853,364 Class A2 QDis shares ex 31 March 2017	–	(4,448,623)
Distribution of HKD0.0469 per share on 82,664,909 Class A2 QDis shares ex 30 June 2017	<u>–</u>	<u>(3,876,984)</u>
<b>Total distributions to shareholders</b>	<u>(4,578,376)</u>	<u>(8,325,607)</u>
<b>Undistributed profit</b>	<u>–</u>	<u>–</u>