



VALUE PARTNERS ETF SERIES OFC

Sub-Fund of Value Partners ETF Series OFC

(An umbrella open-ended fund company established under the laws of Hong Kong)

Value Partners EMQQ Emerging Markets Internet &
Ecommerce ETF

Stock code: 03030 (HKD)

2023 ANNUAL REPORT

For year ended 31 December 2023



Sensible Asset Management Hong Kong Limited

43rd Floor, The Center

99 Queen's Road Central, Hong Kong

Tel: (852) 2880 9263 Fax: (852) 2564 8487

Email: inquiry@vpemqq.com

Website: <https://www.vpemqq.com>



VALUE PARTNERS ETF SERIES OFC

(An umbrella open-ended fund company established under the laws of Hong Kong)

CONTENTS

	<i>Pages</i>
General information	2
Manager's report	3
Report of the custodian to the shareholders	4
Independent auditor's report to the shareholders	5 - 10
Audited financial statements	
Statement of net assets	11
Statement of profit or loss and other comprehensive income	12
Statement of changes in net assets attributable to shareholders	13
Statement of cash flows	14-15
Notes to the financial statements	16-50
Investment portfolio (unaudited)	51-60
Statement of movements in portfolio holdings (unaudited)	61-67
Performance record (unaudited)	68

GENERAL INFORMATION

Manager

Sensible Asset Management Hong Kong Limited
43rd Floor, The Center,
99 Queen's Road Central
Hong Kong

Sub- Manager

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

Director of the Manager

Mr. So Chun Ki Louis

Directors of the Company

Mr. HO Man Kei
Mr. HUI Kiu Tat

Custodian

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

Legal Counsel to the Manager

Simmons & Simmons
30/F, One Taikoo Place
979 King's Road
Hong Kong

Administrator, Valuation Agent and Registrar

The Hongkong and Shanghai Banking Corporation Limited
1 Queen's Road Central
Hong Kong

Service Agent

HK Conversion Agency Services Limited
8th Floor, Two Exchange Square
8 Connaught Place
Central
Hong Kong

Listing Agent

Altus Capital Limited
21 Wing Wo Street
Central
Hong Kong

Auditors

Ernst & Young
27/F One Taikoo Place
979 King's Road
Quarry Bay
Hong Kong

Information available from:

Sensible Asset Management Hong Kong Limited
43rd Floor, The Center,
99 Queen's Road Central
Hong Kong

Investor hotline: (852) 2880 9263

Fax : (852) 2564 8487

Email : inquiry@vpemqq.com

Website : <https://www.vpemqq.com>

VALUE PARTNERS ETF SERIES OFC

(An umbrella open-ended fund company established under the laws of Hong Kong)

MANAGER'S REPORT

The Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF (the "Sub-Fund") is a sub-fund of the Value Partners ETF Series OFC, which is a Hong Kong public umbrella open-ended fund company with variable capital, limited liability and segregated liability between sub-funds and authorised under section 104 of the Securities and Futures Ordinance (Cap. 571) of Hong Kong. It was launched on 22 July 2022 and commenced trading in HKD under the stock code 3030 on The Stock Exchange of Hong Kong Limited (the "SEHK") on 25 July 2022. The Fund aims to provide investment results that, before fees and expenses, closely correspond to the performance of the EMQQ The Emerging Markets Internet & Ecommerce Index™ (the "Index"), and primarily adopts a full replication strategy.

The Fund is a physical ETF which invests in publicly traded companies deriving a majority of their assets or revenues from internet and ecommerce in emerging markets.

The Index constituents may include publicly issued common equity securities, American Depositary Receipts, American Depositary Shares, Global Depositary Receipts and International Depositary Receipts issued by companies from sectors including internet services, internet retail, internet broadcasting, internet media, online advertising, online travel, online gaming, search engines and social networks.

As at 31 December 2023, the Net Asset Value ("NAV") per share of the listed class was HK\$7.5254 and 10,800,000 shares were outstanding. The total size of the Fund was approximately HK\$81.3 million.

A summary of the performance of the Index and the Sub-Fund is given below.

Total Return (in HKD)	From 1 January 2023 to 31 December 2023	Three-Month (as at 31 December)	Since inception
Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF	+3.9%	+5.5%	-3.5%
EMQQ The Emerging Markets Internet & Ecommerce Index™	+5.3%	+5.0%	-1.7%

The difference in performance between the NAV of the Sub-Fund and the Index is mainly attributed to fees and expenses.

The Index is the exclusive property of EMQQ Global LLC. (the "Index Provider"). EMQQ The Emerging Markets Internet & Ecommerce Index™ is a service mark of the Index Provider and has been licensed for use for certain purposes by the Manager. Shares of the Sub-Fund referred to herein are not sponsored, endorsed, or promoted by the Index Provider, and the Index Provider bears no liability with respect to any such Shares. No purchaser, seller or Shareholder of the Sub-Fund, or any other person or entity, should use or refer to any Index Provider trade name, trademark or service mark to sponsor, endorse, market or promote the Sub-Fund without first contacting the Index Provider to determine whether the Index Provider's permission is required. Under no circumstances may any person or entity claim any affiliation with the Index Provider without the prior written permission of the Index Provider.

All performance figures are sourced from HSBC Institutional Trust Services (Asia) Limited and Bloomberg, in HKD, NAV to NAV with dividends reinvested, as at 31 December 2023. Performance data is net of all fees.

VALUE PARTNERS ETF SERIES OFC

(An umbrella open-ended fund company established under the laws of Hong Kong)

REPORT OF THE CUSTODIAN TO THE SHAREHOLDERS

We hereby confirm that, in our opinion, Sensible Asset Management Hong Kong Limited (the “Manager”), the Manager of Value Partners ETF Series OFC (the “Company”), has, in all material respects, managed the Company, in accordance with the provisions of the OFC’s instrument of incorporation.

For year ended 31 December 2023:

- Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF

HSBC Institutional Trust Services (Asia) Limited (the “Custodian”)

26 April 2024

**INDEPENDENT AUDITOR'S REPORT
TO THE SHAREHOLDERS OF VALUE PARTNERS ETF SERIES OFC**

(incorporated in Hong Kong with limited liability)

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

We have audited the financial statements of Value Partners ETF Series OFC (the "Company") and Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF (the "Sub-Fund") set out on pages 11 to 50, which comprise the statement of net assets as at 31 December 2023, and the statement of profit or loss and other comprehensive income, the statement of changes in net assets attributable to shareholders and the statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the financial statements give a true and fair view of the financial position of the Company and the Sub-Fund as at 31 December 2023, and of its financial performance and the cash flows for year then ended in accordance with International Financial Reporting Standards ("IFRSs") issued by the International Accounting Standards Board ("IASB").

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing ("ISAs") issued by the International Auditing and Assurance Standards Board (IAASB). 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 are independent of the Company and the Sub-Fund in accordance with the HKICPA's *Code of Ethics for Professional Accountants* ("the Code"), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have fulfilled the responsibilities described in the *"Auditor's responsibilities for the audit of the financial statements"* section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial statements.

**INDEPENDENT AUDITOR'S REPORT
TO THE SHAREHOLDERS OF VALUE PARTNERS ETF SERIES OFC (Continued)**
(incorporated in Hong Kong with limited liability)

Report on the audit of the financial statements (Continued)

Key audit matters (Continued)

Key audit matter	How our audit addressed the key audit matter
Existence and valuation of financial assets at fair value through profit or loss	
<p>As at 31 December 2023, the financial assets at fair value through profit or loss were valued at HK\$80,072,386 which represented 100.24% (2022: 99.74%) of the net asset value of the Sub-Fund.</p> <p>The financial assets at fair value through profit or loss were listed equity securities, american depository receipts, participation notes and global depository receipts as disclosed in note 13 to the financial statements.</p> <p>We focused on this area because the financial assets at fair value through profit or loss represented the principal element of the financial statements.</p> <p>Disclosures in respect of the financial assets at fair value through profit or loss are set out in the material accounting policies and notes 5(a)(ii), 5(d) and 13 to the financial statements.</p>	<p>The procedures we performed to address the key audit matter included:</p> <ul style="list-style-type: none"> • Obtained independent confirmations from the custodians of the financial assets at fair value through profit or loss held at 31 December 2023 and agreed the quantities held to the Sub-Fund's accounting records. • Obtained an understanding of the valuation process of financial assets and liabilities at fair value through profit or loss. • Tested the valuation of the financial assets at fair value through profit or loss that were quoted in active markets by independently agreeing the valuation of financial assets to third-party sources at 31 December 2023. • For participating notes whose quoted price cannot be obtained, we evaluated the appropriateness of valuation techniques and inputs applied by validating the observable inputs to external market data, and reperforming the valuation for the participating notes based on the validated observable inputs. • Assessed the adequacy of disclosures relating to financial assets at fair value through profit or loss in the financial statements.

**INDEPENDENT AUDITOR'S REPORT
TO THE SHAREHOLDERS OF VALUE PARTNERS ETF SERIES OFC (Continued)**
(incorporated in Hong Kong with limited liability)**Report on the audit of the financial statements (Continued)****Other information included in the Annual Report**

The Manager and Directors of the Company are responsible for the other information. The other information comprises 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.

Responsibilities of the Manager and Directors and Those Charged with Governance for the Financial Statements

The Manager and the Directors are responsible for the preparation of the financial statements that give a true and fair view in accordance with IFRSs issued by IASB, and for such internal control as the Manager and the Directors determine 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 Manager and the Directors are responsible for assessing the ability of the Company and the Sub-Fund to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager and the Directors either intend to liquidate the Company and the Sub-Fund or to cease operations, or have no realistic alternative but to do so.

In addition, the Manager and the Directors are required to ensure that the financial statements have been properly prepared in accordance with the relevant disclosure provisions of the instrument of incorporation of the Company and the Sub-Fund dated 11 January 2022 (the "Instrument of Incorporation"), Part 7 of the Securities and Futures (Open-ended Fund Companies) Rules ("OFC Rules"), Appendix E of the Code on Unit Trusts and Mutual Funds ("UT Code") and Chapter 9 of the Code on Open-Ended Fund Companies ("OFC Code") issued by the Hong Kong Securities and Futures Commission.

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF VALUE PARTNERS ETF SERIES OFC (Continued)

(incorporated in Hong Kong with limited liability)

Report on the audit of the financial statements (Continued)

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. Our report is made solely to you, as a body, in accordance with section 153 of the OFC Rules, 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 Company and the Sub-Fund have been properly prepared, in all material respects, in accordance with the relevant disclosure provisions of the Instrument of Incorporation of the Company and the Sub-Fund, Part 7 of the OFC Rules, Appendix E of the UT Code and Chapter 9 of the OFC Code.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism 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 internal control of the Company and the Sub-Fund.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the manager and the directors.

**INDEPENDENT AUDITOR'S REPORT
TO THE SHAREHOLDERS OF VALUE PARTNERS ETF SERIES OFC (Continued)**
(incorporated in Hong Kong with limited liability)**Report on the audit of the financial statements (Continued)****Auditor's Responsibilities for the Audit of the Financial Statements (Continued)**

- Conclude on the appropriateness of the manager's and the directors' 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 ability of the Company and the Sub-Fund 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 Company and the Sub-Fund to cease to continue as a going concern.
- 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 Manager and the Directors 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

VALUE PARTNERS ETF SERIES OFC

(An umbrella open-ended fund company established under the laws of Hong Kong)

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF VALUE PARTNERS ETF SERIES OFC (Continued)

(incorporated in Hong Kong with limited liability)

Report on the audit of the financial statements (Continued)

Report on matters under the relevant disclosure provisions of the Instrument of Incorporation of the Company and the Sub-Fund, Part 7 of the OFC Rules, Appendix E of the UT Code and Chapter 9 of the OFC Code

In our opinion, the financial statements have been properly prepared, in all material respects, in accordance with the relevant disclosure provisions of the instrument of incorporation of the Company and the Sub-Fund, Part 7 of the OFC Rules, Appendix E of the UT Code and Chapter 9 of the OFC Code.

The engagement partner on the audit resulting in this independent auditor's report is Wong Man Kin.

Certified Public Accountants
Hong Kong
26 April 2024

VALUE PARTNERS ETF SERIES OFC

(An umbrella open-ended fund company established under the laws of Hong Kong)

STATEMENT OF NET ASSETS

AS AT 31 DECEMBER 2023

	Notes	Value Partners ETF Series OFC		Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF	
		2023 HK\$	2022 HK\$	2023 HK\$	2022 HK\$
ASSETS					
Financial assets at fair value through profit or loss	13	-	-	80,072,386	214,973,855
Dividends receivable		-	-	92,275	8,757
Interest receivable		-	-	625	832
Other receivables		-	-	23,203	24,896
Cash and cash equivalents	9	-	-	474,811	1,895,247
TOTAL ASSETS		-	-	80,663,300	216,903,587
LIABILITIES					
Management fee payable	10(a)	-	-	131,749	184,423
Amount due to the Manager	10(d)	-	-	282,077	910,295
Other payables and accruals		-	-	368,438	278,974
TOTAL LIABILITIES		-	-	782,264	1,373,692
EQUITY					
Net assets attributable to shareholders	6	-	-	79,881,036	215,529,895
TOTAL EQUITY		-	-	79,881,036	215,529,895
TOTAL LIABILITIES AND EQUITY		-	-	80,663,300	216,903,587

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2023

		Value Partners ETF Series OFC		Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF	
		For the period from 11 January 2022 (date of incorporation)		For the period from 22 July 2022 (date of inception)	
		For the year ended 2023	to 31 December 2022	For the year ended 2023	to 31 December 2022
	Notes	HK\$	HK\$	HK\$	HK\$
INCOME					
Net gains/(losses) on financial assets					
at fair value through profit or loss	7	-	-	23,228,441	(13,755,920)
Interest income from bank deposits		-	-	16,880	1,664
Dividend income		-	-	1,185,929	468,675
Net foreign exchange differences		-	-	(56,411)	(276,559)
				<u>24,374,839</u>	<u>(13,562,140)</u>
EXPENSES					
Management fee	10(a)	-	-	(1,070,821)	(902,129)
Establishment cost	10(e)	-	-	-	(2,066,934)
Auditor's remuneration		-	-	(185,400)	(180,000)
Bank charges	11(b)	-	-	(15,352)	(14,872)
Listing fee		-	-	(15,629)	(16,260)
Transaction fee	12	-	-	(210,360)	(283,966)
Legal and other professional fees		-	-	(86,547)	(38,097)
Other operating expenses		-	-	(518,888)	(232,764)
Investment manager reimbursement of fees	10(b)	-	-	622,938	256,770
TOTAL OPERATING EXPENSES				<u>(1,480,059)</u>	<u>(3,478,252)</u>
OPERATING PROFIT/(LOSS) BEFORE TAX				22,894,780	(17,040,392)
Withholding tax	8	-	-	(18,616)	(15,940)
PROFIT/(LOSS) AND TOTAL COMPREHENSIVE INCOME F OR THE YEAR/PERIOD				<u>22,876,164</u>	<u>(17,056,332)</u>

VALUE PARTNERS ETF SERIES OFC

(An umbrella open-ended fund company established under the laws of Hong Kong)

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

FOR THE YEAR ENDED 31 DECEMBER 2023

		Value Partners ETF Series OFC		Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF	
		For the period from 11 January 2022 (date of incorporation)		For the period from 22 July 2022 (date of inception)	
		For the year ended 2023	to 31 December 2022	For the year ended 2023	to 31 December 2022
	Notes	HK\$	HK\$	HK\$	HK\$
Net assets attributable to shareholders at the beginning of the year/period		-	-	215,529,895	-
Issue of shares	6	-	-	-	232,586,227
Redemption of shares	6	-	-	(158,525,023)	-
Number of shares in issue at end of the year/period		-	-	57,004,872	232,586,227
Profit/(loss) and total comprehensive income for the year/period		-	-	22,876,164	(17,056,332)
Net assets attributable to shareholders at the end of the year/period		-	-	79,881,036	215,529,895
Number of shares in issue at beginning of the year/period		-	-	30,000,000	-
Issue of shares		-	-	-	30,000,000
Redemption of shares		-	-	(19,200,000)	-
Number of shares in issue at end of the year/period		-	-	10,800,000	30,000,000

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2023

Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF

For the period from
22 July 2022

For the year ended 2023 (date of inception) to
31 December 2022

Note HK\$ HK\$

CASH FLOWS FROM OPERATING ACTIVITIES

Profit/(loss) before taxation	22,894,780	(17,040,392)
Adjustments for:		
Dividend income	(1,185,929)	(468,675)
Interest income from bank deposits	(16,880)	(1,664)
Operating cash flows before movements in working capital	21,691,971	(17,510,731)
Decrease/(increase) in financial assets at fair value through profit or loss	134,901,469	(214,973,855)
Decrease/(increase) in other receivables	1,693	(24,896)
(Decrease)/increase in management fee payable	(52,674)	184,423
(Decrease)/increase in amount due to the Manager	(628,218)	910,295
Increase in other payables and accruals	89,464	278,974
Cash generated from/(used in) operations	156,003,705	(231,135,790)
Interest on bank deposits received	17,087	832
Dividends received net of withholding tax	1,083,795	443,978
Net cash flows generated from/ (used in) operating activities	157,104,587	(230,690,980)

VALUE PARTNERS ETF SERIES OFC

(An umbrella open-ended fund company established under the laws of Hong Kong)

STATEMENT OF CASH FLOWS (Continued)

FOR THE YEAR ENDED 31 DECEMBER 2023

**Value Partners EMQQ Emerging Markets
Internet & Ecommerce ETF
For the period from
22 July 2022**

**For the year ended 2023 (date of inception) to
31 December 2022**

	<i>Note</i>	<i>HK\$</i>	<i>HK\$</i>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares		–	232,586,227
Payments on redemption of shares		(158,525,023)	–
Net cash flows (used in)/generated from financing activities		(158,525,023)	232,586,227
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		(1,420,436)	1,895,247
Cash and cash equivalents at the beginning of the year/period		1,895,247	–
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR/PERIOD		<u>474,811</u>	<u>1,895,247</u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS			
Bank balances	9	<u>474,811</u>	<u>1,895,247</u>

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2023

1. GENERAL

Value Partners ETF Series OFC (the “Company”) is a public umbrella open-ended fund company with variable capital with limited liability, which was incorporated in Hong Kong under the Securities and Futures Ordinance (Cap. 571) of Hong Kong (the “SFO”) on 11 January 2022. The Company is constituted by way of its Instrument filed to the Companies Registry of Hong Kong on, and effective as of, 11 January 2022. The Company is an Open-ended Fund Company that is a body corporate upon which the Sub-Fund is launched and it owns no economic or legal interests in the Sub-Fund.

The Company is registered with the Securities and Futures Commission of Hong Kong (the “SFC”) under Section 112D of the SFO. The Company is authorised as a collective investment scheme by the SFC under Section 104 of the SFO and the Sub-Fund falls within Chapter 8.6 of the Code on Unit Trusts and Mutual Funds (the “SFC Code”).

As of 31 December 2023, the Company has one sub-fund, Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF (the “Sub-Fund”), which is authorised by the SFC pursuant to section 104 of the SFO. The Sub-Fund is listed on the Stock Exchange of Hong Kong Limited (the “SEHK”) on 25 July 2022.

Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF

Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF is a sub-fund of the Company which commenced trading under the stock code 3030 on the SEHK on 25 July 2022.

The investment objective of the Sub-Fund is to provide investment results that, before fees and expenses, closely correspond to the performance of the EMQQ The Emerging Markets Internet & Ecommerce Index™ (the “Index”). There can be no assurance that the Sub-Fund will achieve its investment objective. Sensible Asset Management Hong Kong Limited (the “Manager”) primarily uses a full replication strategy through investing directly in constituent stocks of the Index in substantially the same weightings in which they are included in the Index. The Sub-Fund may also invest in secondary listings and foreign listings such as American Depositary Receipts (“ADRs”), American Depositary Shares (“ADSs”), Global Depositary Receipts (“GDRs”) and International Depositary Receipts (“IDRs”) which are eligible for inclusion in the Index. The Manager may invest no more than 20% of the Sub-Fund’s net asset value (“NAV”) in financial derivative instruments including swaps for investment and hedging purposes, where the Manager believes such investments will help the Sub-Fund achieve its investment objective and are beneficial to the Sub-Fund. The Manager may also invest up to 10% of the Sub-Fund’s NAV in participation notes which are unleveraged instruments. For the avoidance of doubt, participation notes by nature are derivative instruments.

In pursuing a full replication strategy, the Sub-Fund will invest in substantially all the securities constituting the Index in substantially the same weightings (i.e. proportions) as these securities have in the Index. When a security ceases to be a constituent of the Index, rebalancing occurs which involves, among other things, selling the outgoing security and potentially using the proceeds to invest in the incoming security.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

1. GENERAL (Continued)

Where the adoption of a full replication strategy is not efficient or practicable or where the Manager considers appropriate in its absolute discretion, the Manager may also use a representative sampling strategy to invest in (i) a representative sample of the constituent securities of the Index selected by the Manager using rule-based quantitative analytical models to derive a portfolio sample; and/or (ii) a representative sample whose performance is closely correlated with the Index, but whose constituents may or may not themselves be constituents of the Index.

2. BASIS OF PREPARATION

The financial statements of the Company and the Sub-Fund have been prepared in accordance with International Financial Reporting Standards ("IFRSs") as issued by the International Accounting Standards Board ("IASB") and interpretations issued by the International Financial Reporting Interpretations Committee of the IASB and the relevant disclosure provisions of the Instrument of Incorporation and the relevant disclosure provisions of Appendix E of the SFC Code.

The IASB has issued certain new and revised IFRSs that are available for early adoption for the current accounting period of the Company and the Sub-Fund. The Company and the Sub-Fund has not early applied any of the new and revised IFRSs that have been issued but are not yet effective for the accounting year ended 31 December 2023, in these financial statements.

The functional currency of the financial statements of the Company and the Sub-Fund is Hong Kong dollars ("HK\$"), and shares of the Sub-Fund are issued in HK\$.

These financial statements have been prepared under the historical cost convention, except for financial assets and liabilities held at fair value through profit or loss ("FVPL"), which have been measured at fair value. These financial statements are presented in HK\$.

A cash flow statement has not been presented as the Company does not operate a bank or cash account or hold any cash equivalents and has had no cash transactions during the accounting year. Accordingly, in the opinion of the directors, the presentation of a cash flow statement would provide no additional useful information to the users of the financial statements.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

3. MATERIAL ACCOUNTING POLICIES

(a) Foreign currency translation

Transactions in foreign currencies are translated at foreign currency exchange rates ruling at the dates of transactions. Monetary assets and liabilities denominated in foreign currencies are translated to HK\$ at the foreign currency closing exchange rate ruling at the end of the reporting period. Foreign currency exchange differences arising on translation and realised gains and losses on disposals or settlements of monetary assets and liabilities are recognised in profit or loss.

Non-monetary assets and liabilities denominated in foreign currencies that are measured at fair value are translated to HK\$ at the foreign currency exchange rates ruling at the dates that the values were determined. Foreign currency exchange differences relating to trading investments are included in gains and losses on investments. All other foreign currency exchange differences relating to monetary items, including cash and cash equivalents, are presented separately in the statement of profit or loss and other comprehensive income.

(b) Financial instruments

(i) Classification

In accordance with IFRS 9, the Company and the Sub-Fund classifies its financial assets and financial liabilities at initial recognition into the categories of financial assets and financial liabilities discussed below. In applying that classification, a financial asset or financial liability is considered to be held for trading if:

- (i) It is acquired or incurred principally for the purpose of selling or repurchasing in the near term;
- (ii) On initial recognition, it is part of a portfolio of identified financial instruments that are managed together and for which, there is evidence of a recent actual pattern of short-term profit-taking; or
- (iii) It is a derivative (except for a derivative that is a financial guarantee contract or a designated and effective hedging instrument).

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

3. MATERIAL ACCOUNTING POLICIES (Continued)**(b) Financial instruments (Continued)****(i) Classification (Continued)***Financial assets*

The Company and the Sub-Fund classifies its financial assets as subsequently measured at amortised cost or measured at fair value through profit or loss on the basis of both:

- The entity's business model for managing the financial assets; and
- The contractual cash flow characteristics of the financial asset.

Financial assets measured at amortised cost

A debt instrument is measured at amortised cost if it is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest ("SPPI") on the principal amount outstanding. The assets include in this category are amounts relating to other receivables and cash and cash equivalents.

Financial assets measured at FVPL

A financial asset is measured at FVPL if:

- (i) Its contractual terms do not give rise to cash flows on specified dates that are SPPI on the principal amount outstanding; or
- (ii) It is not held within a business model whose objective is either to collect contractual cash flows, or to both collect contractual cash flows and sell; or
- (iii) At initial recognition, it is irrevocably designated as measured at FVPL when doing so eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise from measuring assets or liabilities or recognising the respective gains and losses on different bases.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

3. MATERIAL ACCOUNTING POLICIES (Continued)

(b) Financial instruments (Continued)

(i) Classification (Continued)

Financial liabilities

Financial liabilities measured at FVPL

A financial liability is measured at FVPL if it meets the definition of held for trading.

Financial liabilities measured at amortised cost

This category includes all financial liabilities, other than those measured at fair value through profit or loss. The liabilities include in this category are amounts relating to management fee payable.

(ii) Recognition

The Company and the Sub-Fund recognises financial assets and financial liabilities on the date it becomes a party to the contractual provisions of the instrument.

A regular way purchase of financial assets is recognised using trade date accounting. From this date, any gains and losses arising from changes in fair value of the financial assets or financial liabilities are recorded.

(iii) Measurement

Financial instruments are measured initially at fair value (transaction price). Transaction costs on financial instruments designated at fair value through profit or loss are expensed immediately, while on other financial instruments, they are amortised.

Subsequent to initial recognition, all financial instruments are measured at fair value with changes in the fair value recognised in profit or loss.

Financial assets classified as loans and receivables are carried at amortised cost using the effective interest rate method, less impairment losses, if any.

Financial liabilities are measured at amortised cost using the effective interest rate.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

3. MATERIAL ACCOUNTING POLICIES (Continued)**(b) Financial instruments (Continued)****(iv) Fair value measurement principles**

The Company and the Sub-Fund measures its investments at fair value at the end of each reporting period. 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 measurement is based on their quoted market price at the end of the reporting period without any deduction for estimated future selling cost. The Company and the Sub-Fund utilises the last traded price for both listed financial assets and liabilities.

The Company and the Sub-Fund uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 - based on quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2 - based on valuation techniques for which the lowest level input that is significant to the fair value measurement is observable, either directly or indirectly
- Level 3 - based on valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company and the Sub-Fund determines whether transfers have occurred between levels in the hierarchy by reassessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

3. MATERIAL ACCOUNTING POLICIES (Continued)

(b) Financial instruments (Continued)

(v) Derecognition

The Company and the Sub-Fund derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition in accordance with IFRS 9.

The Company and the Sub-Fund uses the weighted average method to determine realised gains and losses on derecognition.

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expired.

(c) Impairment of financial assets

The Company and the Sub-Fund holds only receivables with no financing component and which have maturities of less than 12 months at amortised cost and, as such, has chosen to apply an approach similar to the simplified approach for expected credit losses ("ECLs") under IFRS 9 to all of its trade receivables. Therefore, the Company and the Sub-Fund does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date.

The Company and the Sub-Fund's approach to ECLs reflects a probability-weighted outcome, the time value of money and reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

(d) Offsetting financial instruments

Financial assets and financial liabilities are offset and the net amount reported in the statement of net assets if, and only if, there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the asset and settle the liability simultaneously. This is generally not the case with master netting agreements unless one party to the agreement defaults and the related assets and liabilities are presented gross in the statement of net assets.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

3. MATERIAL ACCOUNTING POLICIES (Continued)**(e) Cash and cash equivalents**

Cash comprises current deposits with banks. Cash equivalents are short-term highly liquid investments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value, and are held for the purpose of meeting short-term cash commitments rather than for investment or other purposes.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts where applicable.

(f) Interest income

Interest income is recognised in profit or loss on a time-proportionate basis using the effective interest method.

(g) Net change in unrealised gains or losses on financial assets at fair value through profit or loss

This item includes changes in the fair value of financial assets as at fair value through profit or loss and excludes dividend income and interest expense.

Unrealised gains and losses comprise changes in the fair value of financial instruments for the year and from reversal of prior period's unrealised gains and losses for financial instruments which were realised in the reporting period.

(h) Net realised gains or losses on disposal of financial assets

Net realised gains or losses on disposal of financial assets classified as at fair value through profit or loss are calculated using the weighted average method. They represent the difference between an instrument's average cost and disposal amount.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

3. MATERIAL ACCOUNTING POLICIES (Continued)

(i) Foreign exchange gains and losses

Foreign exchange gains and losses on financial instruments designated at fair value through profit or loss are recognised together with other changes in the fair value. Included in the statement of profit or loss and other comprehensive income, net foreign exchange gains/(losses) are foreign exchange gains and losses on monetary financial assets and financial liabilities other than those classified as designated at fair value through profit or loss.

(j) Income tax

The Sub-fund is exempt from all forms of taxation in Hong Kong, including income, capital gains and withholding taxes. However, in some jurisdictions, investment income and capital gains are subject to withholding tax deducted from the source of the income. The Sub-Fund presents the withholding tax separately from the gross investment income in profit or loss. For the purpose of the statement of cash flows, cash inflows from investments are presented net of withholding taxes, when applicable.

(k) Redeemable shares

Redeemable shares are classified as an equity instrument when:

- (i) The redeemable shares entitle the holder to a pro-rata share of the Sub-Fund's net assets in the event of the Sub-Fund's liquidation;
- (ii) The redeemable shares are in the class of instruments that is subordinate to all other classes of instruments;
- (iii) All redeemable shares in the class of instruments that is subordinate to all other classes of instruments have identical features;
- (iv) The redeemable shares do not include any contractual obligation to deliver cash or another financial asset other than the holder's rights to a pro-rata share of the Sub-Fund's net assets; or
- (v) The total expected cash flows attributable to the redeemable shares over the life of the instrument are based substantially on profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the Sub-Fund over the life of the instrument.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

3. MATERIAL ACCOUNTING POLICIES (Continued)**(k) Redeemable shares (Continued)**

In addition to the redeemable shares having all the above features, the Sub-Fund must have no other financial instrument or contract that has:

- (i) Total cash flows based substantially on profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the Sub-Fund; and
- (ii) The effect of substantially restricting or fixing the residual return to the redeemable shareholders.

The Sub-Fund's redeemable shares meet the definition of puttable instruments classified as equity instruments under the revised IAS 32 and are classified as equity.

The Sub-Fund continuously assess the classification of the redeemable shares. If the redeemable shares cease to have all the features or meet all the conditions set out to be classified as equity, the Sub-Fund will reclassify them as financial liabilities and measure them at fair value at the date of reclassification, with any differences from the previous carrying amount recognised in equity. If the redeemable shares subsequently have all the features and meet the conditions to be classified as equity, the Sub-Fund will reclassify them as equity instruments and measure them at the carrying amount of the liabilities at the date of the reclassification.

The Sub-Fund's own equity instruments which are reacquired are deducted from equity and accounted for at amounts equal to the consideration paid, including any directly attributable incremental costs.

No gain or loss is recognised in profit or loss on the purchase, sale, issuance or cancellation of the Sub-Fund's own equity instruments.

Redeemable shares can be redeemed in cash equal to a proportionate share of the Sub-Fund's net asset value. The Sub-Fund's net asset value per share is calculated by dividing the net assets attributable to shareholders with the total number of outstanding shares of the Sub-Fund.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

3. MATERIAL ACCOUNTING POLICIES (Continued)

(I) Related parties

A party is considered to be related to the Company and the Sub-Fund if:

- (a) the party is a person or a close member of that person's family and that person
 - (i) has control or joint control over the Company and the Sub-Fund;
 - (ii) has significant influence over the Company and the Sub-Fund; or
 - (iii) is a member of the key management personnel of the Company and the Sub-Fund or of a parent of the Company and the Sub-Fund;

or

- (b) the party is an entity where any of the following conditions applies:
 - (i) the entity and the Company and the Sub-Fund are members of the same group;
 - (ii) one entity is an associate or joint venture of the other entity (or of a parent, subsidiary or fellow subsidiary of the other entity);
 - (iii) the entity and the Company and the Sub-Fund are joint ventures of the same third party;
 - (iv) one entity is a joint venture of a third entity and the other entity is an associate of the third entity;
 - (v) the entity is a post-employment benefit plan for the benefit of employees of either the Company and the Sub-Fund or an entity related to the Company and the Sub-Fund;
 - (vi) the entity is controlled or jointly controlled by a person identified in (a);
 - (vii) a person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity); and
 - (viii) the entity, or any member of a group of which it is a part, provides key management personnel services to the Company and the Sub-Fund or to the parent of the Company and the Sub-Fund.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

3. MATERIAL ACCOUNTING POLICIES (Continued)**(m) Segment reporting**

An operating segment is a component of the Company and the Sub-Fund that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Company and the Sub-Fund's other components, whose operating results are reviewed regularly by the chief operating decision maker to make decisions about resources allocated to the segment and assess its performance, and for which discrete financial information is available. Segment results that are reported to the chief operating decision maker include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. The chief operating decision maker of the Company and the Sub-Fund is identified as the Manager.

(n) Distributions to shareholders

Distributions are at the discretion of the Manager. A distribution to the Sub-Fund's shareholders is accounted for as a deduction from net assets attributable to shareholders. A proposed distribution is recognised as a liability in the year in which it is approved by the Manager.

(o) Establishment cost

The establishment cost is recognised as an expense in the year in which it is incurred.

(p) Government grants

Government grants are recognised at their fair value where there is reasonable assurance that the grant will be received and all attaching conditions will be complied with. When the grant relates to an expense item, it is deducted in reporting the related expense.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

4. SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES

The preparation of the Company and the Sub-Fund's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts recognised in the financial statements and disclosure of contingent liabilities. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in future years.

Judgements

In the process of applying the Company and the Sub-Fund's accounting policies, management has not made any significant judgements which have the significant effect on the amounts recognised in the financial statements:

Estimation uncertainty

No significant estimation uncertainty that has a significant risk of causing a material adjustment to the carrying amount of assets and liabilities within the next financial period exists at the end of the reporting period.

5. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The investment objective of the Sub-Fund is to provide investment results that, before fees and expenses, closely correspond to the performance of the Index.

The Sub-Fund is subject to various risks. The main risks associated with the investments, assets and liabilities of the Sub-Fund are set out below:

(a) Market risk

(i) Foreign exchange risk

Foreign currency risk is the risk that the value of financial assets and liabilities will fluctuate due to changes in foreign exchange rates. The Sub-Fund's overall currency positions are monitored on a daily basis by the Manager. The Sub-Fund holds assets and liabilities denominated in Hong Kong dollar, a currency other than its functional currency, mainly United States dollar.

Since Hong Kong dollars are pegged with US\$, the foreign currency risk of financial assets and liabilities denominated in Hong Kong dollars is minimal. The Manager considers that there is no currency risk to the Hong Kong dollar.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

5. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)
(a) Market risk (Continued)
(ii) Price risk

Market price risk is the risk that the value of the 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 Sub-Fund is designated to track the performance of the Index, and therefore the exposures to market risk in the Sub-Fund will be substantially the same as the tracked index. The Manager manages the Sub-Fund's exposure to market risk by ensuring that the key characteristics of the portfolio, such as security weight and industry weight, are closely aligned with the characteristics of the tracked index.

The Sub-Fund's financial assets and financial liabilities at FVPL were concentrated in the following countries/jurisdictions:

	Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF			
	As at 31 December 2023		As at 31 December 2022	
	Fair value HK\$	% of net asset value	Fair value HK\$	% of net asset value
Listed equities				
Argentina	5,706,224	7.14	78,077	0.04
Brazil	3,657,903	4.58	14,143,058	6.56
British Virgin	41,884	0.05	-	-
Cayman Islands	13,709,477	17.17	-	-
China	25,420,847	31.82	110,185,625	51.12
Germany	465,975	0.58	-	-
Great Britain	30,461	0.04	50,488	0.02
Hong Kong	374,973	0.47	208,748	0.10
Indonesia	575,549	0.72	1,561,527	0.72
India	10,774,314	13.49	14,119,594	6.55
Japan	660,927	0.83	2,444,198	1.14
Kazakhstan	-	-	3,390,178	1.57
Korea	5,780,946	7.24	18,846,670	8.75
Luxembourg	400,232	0.50	-	-
Poland	235,339	0.29	1,148,933	0.53
Singapore	588,294	0.74	1,381,628	0.64
South Africa	2,828,859	3.54	9,463,662	4.39
Sweden	53,982	0.07	93,864	0.04

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

5. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

(a) Market risk (Continued)

(ii) Price risk (Continued)

	Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF			
	As at 31 December 2023		As at 31 December 2022	
	Fair value HK\$	% of net asset value	Fair value HK\$	% of net asset value
<u>Listed equities (Continued)</u>				
Taiwan	132,875	0.17	450,615	0.21
United States	346,669	0.43	116,840	0.06
Uruguay	119,347	0.15	309,884	0.14
Total listed equities	<u>71,905,077</u>	<u>90.02</u>	<u>177,993,589</u>	<u>82.58</u>
<u>American depository receipts</u>				
Cayman Islands	26,236	0.03	-	-
China	2,996,654	3.75	24,803,936	11.51
Germany	32,002	0.04	78,920	0.04
Hong Kong	437,673	0.55	785,246	0.36
Singapore	-	-	6,517,769	3.02
Taiwan	1,835,810	2.30	-	-
U Arab Emirates	47,819	0.06	-	-
Total American depository receipts	<u>5,376,192</u>	<u>6.73</u>	<u>32,185,871</u>	<u>14.93</u>
<u>Participation notes</u>				
India	2,435,815	3.05	4,794,395	2.23
Singapore	25,563	0.03	-	-
Total participation notes	<u>2,461,378</u>	<u>3.08</u>	<u>4,794,395</u>	<u>2.23</u>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

5. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

(a) **Market risk (Continued)**

(ii) *Price risk (Continued)*

	Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF			
	<u>As at 31 December 2023</u>		<u>As at 31 December 2022</u>	
	Fair value HK\$	% of net asset value	Fair value HK\$	% of net asset value
Global depository receipts				
Kazakhstan	329,739	0.41	-	-
Total Global depository receipts	<u>329,739</u>	<u>0.41</u>	<u>-</u>	<u>-</u>
Total financial assets at FVPL	<u>80,072,386</u>	<u>100.24</u>	<u>214,973,855</u>	<u>99.74</u>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

5. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

(a) Market risk (Continued)

(ii) Price risk (Continued)

The Sub-Fund's financial assets and financial liabilities at FVPL were concentrated in the following industries:

	Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF			
	As at 31 December 2023		As at 31 December 2022	
	Fair value HK\$	% of net asset value	Fair value HK\$	% of net asset value
<u>Listed equities</u>				
Communication Services	19,026,768	23.81	58,297,524	27.05
Consumer Discretionary	36,509,034	45.69	89,561,863	41.55
Consumer Staples	263,520	0.33	-	-
Energy	7,194,603	9.03	13,716,126	6.36
Financials	7,389,921	9.25	5,576,648	2.59
Health Care	28,690	0.04	78,233	0.04
Industrials	330,314	0.41	1,381,628	0.64
Information Technology	124,066	0.16	7,280,892	3.38
Real Estate	1,038,161	1.30	2,100,675	0.97
Total listed equities	<u>71,905,077</u>	<u>90.02</u>	<u>177,993,589</u>	<u>82.58</u>
<u>American depository receipts</u>				
Communication Services	3,174,234	3.97	11,043,661	5.12
Consumer Discretionary	578,678	0.72	15,937,083	7.40
Consumer Staples	67,196	0.08	152,472	0.07
Financials	908,288	1.14	2,756,098	1.28
Industrials	539,442	0.68	1,798,260	0.83
Information Technology	108,354	0.14	498,297	0.23
Total American depository receipts	<u>5,376,192</u>	<u>6.73</u>	<u>32,185,871</u>	<u>14.93</u>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

5. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)
(a) Market risk (Continued)
(ii) Price risk (Continued)

	Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF			
	As at 31 December 2023		As at 31 December 2022	
	Fair value HK\$	% of net asset value	Fair value HK\$	% of net asset value
<u>Participation notes</u>				
Communication Services	311,762	0.39	1,122,968	0.52
Consumer Discretionary	283,623	0.36	426,569	0.20
Financials	440,825	0.55	916,825	0.43
Industrials	403,714	0.51	770,499	0.36
Information Technology	1,021,454	1.27	812,127	0.38
Retailing	-	-	745,407	0.34
Total participation notes	<u>2,461,378</u>	<u>3.08</u>	<u>4,794,395</u>	<u>2.23</u>
<u>Global depository receipts</u>				
Financials	329,739	0.41	-	-
Total Global depository receipts	<u>329,739</u>	<u>0.41</u>	<u>-</u>	<u>-</u>
Total financial assets at FVPL	<u>80,072,386</u>	<u>100.24</u>	<u>214,973,855</u>	<u>99.74</u>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

5. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

(a) Market risk (Continued)

(ii) Price risk (Continued)

Sensitivity analysis in the event of a possible change in the tracked index by sensitivity threshold as estimated by the Manager

As at 31 December 2023 and 2022, if the Index increases by the following sensitivity threshold with all other variables held constant, this would increase the net asset value by the amounts stated below. Conversely, if the tracked index decreases by the same sensitivity threshold, this would decrease the net asset value by approximately equal amounts.

	<u>As at 31 December 2023</u>	
	Sensitivity threshold in %	Impact
<u>Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF</u>		
EMQQ The Emerging Markets Internet & Ecommerce Index™	10	HK\$8,007,000

	<u>As at 31 December 2022</u>	
	Sensitivity threshold in %	Impact
<u>Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF</u>		
EMQQ The Emerging Markets Internet & Ecommerce Index™	10	HK\$21,497,000

The Manager has used the view of what would be a “reasonable shift” in each key market to estimate the change for use in the market sensitivity analysis above. The disclosures above are shown in absolute terms, changes and impacts could be positive or negative. Changes in the market index % are revised annually depending on the Manager’s current view of market volatility and other relevant factors.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

5. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (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 flows will fluctuate due to changes in market interest rates.

The majority of the Sub-Fund's financial assets and liabilities are non-interest-bearing. As a result, the Sub-Fund is not subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

(b) Credit risk

Credit risk is the risk that an issuer or counterparty will be unable or unwilling to pay amounts in full when due.

The Sub-Fund's financial assets which are potentially subject to credit risk consist principally of securities, derivatives and cash and cash equivalents. The Sub-Fund limit their exposure to credit risk by transacting with well-established broker-dealers and banks with high credit ratings.

All transactions in securities are settled or paid for upon delivery using approved and reputable brokers. The risk of default is considered minimal as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities or derivatives have been received by the broker or the issuer. The trade will fail if either party fails to meet its obligation.

Financial assets subject to IFRS 9's impairment requirements

The Sub-Fund's financial assets subject to the ECL model within IFRS 9 are cash and cash equivalents, dividends receivable, interest receivable and other receivables. At 31 December 2023, the total amount of these financial assets was HK\$590,914 (31 December 2022: HK\$2,186,500) for the Sub-Fund, for which no loss allowance had been provided. No assets are considered impaired and no amounts have been written off during the year.

For financial assets measured at amortised cost, the Sub-Fund applies the general approach for impairment, and there is no information indicating that the financial assets had a significant increase in credit risk since initial recognition. The financial assets therefore are still classified as stage 1 and presented in gross carrying amount.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

5. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

(b) Credit risk (Continued)

Financial assets not subject to IFRS 9's impairment requirements

The Sub-Fund is exposed to credit risk on financial assets at FVPL. They are not subject to IFRS 9's impairment requirements as they are measured at FVPL. The carrying value of these assets, under IFRS 9 represents the Sub-Fund's maximum exposure to credit risk on financial instruments not subject to IFRS 9's impairment requirements on the respective reporting dates. Hence, no separate maximum exposure to credit risk disclosure is provided for these instruments.

The tables below summarise the Sub-Fund's assets placed with banks and their related credit ratings from Standard & Poor's ("S&P"):

		Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF 2023
	<i>Ratings</i>	<i>HK\$</i>
<u>Financial assets at FVPL</u>		
HSBC Institutional Trust Services (Asia) Limited	AA-	80,072,386

<u>Bank balances</u>		
The Hongkong and Shanghai Banking Corporation Limited	AA-	474,811

		Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF 2022
	<i>Ratings</i>	<i>HK\$</i>
<u>Financial assets at FVPL</u>		
HSBC Institutional Trust Services (Asia) Limited	AA-	214,973,855

<u>Bank balances</u>		
The Hongkong and Shanghai Banking Corporation Limited	AA-	1,895,247

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

5. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)
(c) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in settling a liability, including redemption requests.

The Sub-Fund invests the majority risk of their assets in investments that are traded in an active market and can be readily disposed of. The Sub-Fund's securities are considered readily realisable, as they are listed. It is the intent of the Manager to monitor the Sub-Fund's Liquidity position on a daily basis.

The following table illustrates the expected liquidity of financial assets held at 31 December 2023 and 2022 and gives the contractual undiscounted cash flow projection of the Sub-Fund's financial liabilities. The Sub-Fund manages its liquidity risk by investing in securities that they expect to be able to liquidate within 1 month or less. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF

As at 31 December 2023	On demand <i>HK\$</i>	Less than 1 month <i>HK\$</i>	Total <i>HK\$</i>
Financial assets			
Financial assets at fair value through profit or loss	80,072,386	-	80,072,386
Cash and cash equivalents	474,811	-	474,811
Dividends receivable	-	92,275	92,275
Interest receivable	-	625	625
	<u>80,547,197</u>	<u>92,900</u>	<u>80,640,097</u>
Total	<u>80,547,197</u>	<u>92,900</u>	<u>80,640,097</u>
Financial liabilities			
Management fee payable	-	131,749	131,749
Amount due to the Manager	-	282,077	282,077
Other payables and accruals	-	368,438	368,438
	<u>-</u>	<u>782,264</u>	<u>782,264</u>
Total	<u>-</u>	<u>782,264</u>	<u>782,264</u>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

5. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

(c) Liquidity risk (Continued)

Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF

As at 31 December 2022	On demand <i>HK\$</i>	Less than 1 month <i>HK\$</i>	Total <i>HK\$</i>
Financial assets			
Financial assets at fair value through profit or loss	214,973,855	-	214,973,855
Cash and cash equivalents	1,895,247	-	1,895,247
Dividends receivable	-	8,757	8,757
Interest receivable	-	832	832
	<hr/>	<hr/>	<hr/>
Total	<u>216,869,102</u>	<u>9,589</u>	<u>216,878,691</u>
Financial liabilities			
Management fee payable	-	184,423	184,423
Amount due to the Manager	-	910,295	910,295
Other payables and accruals	-	278,974	278,974
	<hr/>	<hr/>	<hr/>
Total	<u>-</u>	<u>1,373,692</u>	<u>1,373,692</u>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

5. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)**(d) Fair value estimation**

The fair values of financial assets and liabilities traded in active markets (such as publicly traded derivatives and trading securities) are based on quoted market prices at the close of trading on the year end date. The Sub-Fund use the last traded market prices as its fair valuation inputs for financial assets.

An active market is a market in which transactions for the assets or liabilities take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 requires the Sub-Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the assets or liabilities.

The determination of what constitutes "observable" requires significant judgement by the Sub-Fund. The Sub-Fund consider observable data to be the market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant markets.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

5. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

(d) Fair value estimation (Continued)

Financial assets carried at fair value

The following table analyses the fair value hierarchy within the Sub-Fund's financial assets measured at fair value:

As at 31 December 2023

	Level 1 HK\$	Level 2 HK\$	Level 3 HK\$	Total HK\$
Financial assets at FVPL:				
Listed equity securities	71,905,077	-	-	71,905,077
American depository receipts	5,376,192	-	-	5,376,192
Participation notes	-	2,461,378	-	2,461,378
Global depository receipts	329,739	-	-	329,739
	<u>77,611,008</u>	<u>2,461,378</u>	<u>-</u>	<u>80,072,386</u>

As at 31 December 2022

	Level 1 HK\$	Level 2 HK\$	Level 3 HK\$	Total HK\$
Financial assets at FVPL:				
Listed equity securities	177,993,589	-	-	177,993,589
American depository receipts	32,185,871	-	-	32,185,871
Participation notes	-	4,794,395	-	4,794,395
	<u>210,179,460</u>	<u>4,794,395</u>	<u>-</u>	<u>214,973,855</u>

Investments whose values are based on quoted market prices in active markets, and therefore classified within Level 1, include listed equities and exchange traded funds. The Sub-Fund does not adjust the quoted price for these instruments.

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, either directly (as prices) or indirectly (derived from prices), the instrument is included in level 2. These instruments include the Sub-Fund's investments in participation notes.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

5. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)**(d) Fair value estimation (Continued)*****Financial assets carried at fair value (Continued)***

Investments classified within Level 3 have significant unobservable inputs, as they are traded infrequently.

There were no transfers between levels during the year ended 31 December 2023 and 2022.

Other financial assets and financial liabilities

The management has assessed that the carrying values of cash and cash equivalents, management fee payable and other payables and accruals approximate to their fair values largely due to the short term maturities of these instruments.

(e) Capital risk management

The Sub-Fund's capital is represented by the net assets attributable to shareholders. The Sub-Fund's objective is to provide investment results that correspond generally to the performance of the Index.

The Manager may:

- redeem and issue new shares in accordance with the constitutive documents of the Sub-Fund;
- exercise discretion when determining the amount of distributions of the Sub-Fund to the shareholders; and
- suspend the creation and redemption of shares under certain circumstances stipulated in the Instrument of Incorporation.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

6. NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

The creation and redemption of shares of the Sub-Fund can only be facilitated by or through participating dealers. Investors other than the participating dealers make a request to create or redeem shares through a participating dealer, and if the investor is a retail investor, such request must be made through a stockbroker which has opened an account with a participating dealer. Shares are created or redeemed at a minimum of 400,000 shares or in multiples thereof for the Sub-Fund.

The custodian shall receive subscription proceeds from the participating dealers for the creation of shares and pay redemption proceeds for the redemption of shares to the relevant participating dealer in such form and manner as prescribed by the Instrument of Incorporation. Subscriptions and redemptions of shares during the year are shown on the statement of changes in net assets attributable to shareholders.

For the purpose of determining the net asset value per share for subscriptions and redemptions and for various fee calculations (the "Dealing NAV"), the custodian calculates the Dealing NAV in accordance with the provisions of the Instrument of Incorporation, which may be different from the accounting policies under IFRSs.

The establishment cost for establishing the Company and the Sub-Fund were approximately HK\$2,066,934. According to the prospectus of the Sub-Fund, the establishment cost is amortised over the first 60 months since the launch of the Sub-Fund. However, with respect to the Sub-Fund for the purpose of financial statements preparation in compliance with IFRSs, its accounting policy is to expense the establishment cost in profit or loss as incurred. As of 31 December 2023, the remaining amortisation period is 42 months.

VALUE PARTNERS ETF SERIES OFC

(An umbrella open-ended fund company established under the laws of Hong Kong)

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

6. NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS (Continued)

The difference between the Accounting NAV reported in the financial statements and the Dealing NAV as at 31 December 2023 and 2022 for the Sub-Fund is reconciled as set out below:

	Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF 2023 HK\$
NAV as reported in the financial statements	79,881,036
Adjustment for the establishment cost	<u>1,393,702</u>
Dealing NAV	<u><u>81,274,738</u></u>

	Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF 2023 HK\$
NAV per share per financial statements at end of year	7.40
Dealing NAV per share at end of year	7.53

	Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF 2022 HK\$
NAV as reported in the financial statements	215,529,895
Adjustment for the establishment cost	<u>1,836,973</u>
Dealing NAV	<u><u>217,366,868</u></u>

	Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF 2022 HK\$
NAV per share per financial statements at end of period	7.18
Dealing NAV per share at end of period	7.25

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

7. NET GAINS/(LOSSES) ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	2023 <i>HK\$</i>	2022 <i>HK\$</i>
Net realised gains	15,218,653	378,563
Net change in unrealised gains/(losses)	<u>8,009,788</u>	<u>(14,134,483)</u>
	<u>23,228,441</u>	<u>(13,755,920)</u>

8. INCOME TAX

No provision for Hong Kong Profits Tax has been made in the financial statements as the income of the Sub-Fund as it is authorised as collective investment schemes under section 104 of the Hong Kong Securities and Futures Ordinance and is therefore exempt from Hong Kong Profits Tax under Section 26A(1A) of the Hong Kong Inland Revenue Ordinance.

Tax expense of the Sub-Fund represents:

	2023 <i>HK\$</i>	For the period from 22 July 2022 (date of inception) to 31 December 2022 <i>HK\$</i>
Withholding tax on dividend income	18,616	15,940

9. CASH AND CASH EQUIVALENTS

	2023 <i>HK\$</i>	2022 <i>HK\$</i>
Bank balances	(a) 474,811	1,895,247

Note:

- (a) As at 31 December 2023 and 2022, the interest-bearing bank balances were held with The Hongkong and Shanghai Banking Corporation Limited.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

10. RELATED PARTY TRANSACTIONS/TRANSACTIONS WITH THE MANAGER AND THEIR CONNECTED PERSONS

In addition to the transactions and balances disclosed elsewhere in these financial statements, the Company and the Sub-Fund entered into the following material related party transactions for the year. All such transactions were entered into in the ordinary course of business and on normal commercial terms.

(a) Management fee

The Manager is entitled to receive a management fee, calculated at an annual rate of the Dealing NAV of the Sub-Fund at each dealing day, accrued daily and payable monthly in arrears.

Single management fee arrangement

The Sub-Fund has adopted a single management fee structure, with the Sub-Fund paying part of its fees, costs and expenses (and its due proportion of any costs and expenses of the Company allocated to it) as a single flat fee (the "Management Fee"). Fees and expenses taken into account in determining the Management Fee include Manager's fee, the custodian's fee, the administrator's fee, the valuation agent's fee and the registrar's fee only. For the avoidance of doubt, any such fees and expenses exceeding the Management Fee will be borne by the Manager and will not be charged to the Sub-Fund.

The Management Fee does not include the Directors' remuneration or the operating costs relating to the administration of the Sub-Fund, including but not limited to index licensing fees, fees of the service agent, fees and expenses of the auditors, ordinary out-of-pocket expenses incurred by the Manager or the custodian, brokerage and transaction costs, fees and extraordinary items such as litigation expenses.

The current Management Fee is 0.99% per year of the Net Asset Value of the Sub-Fund and is accrued daily and calculated as at each Dealing Day and payable monthly in arrears. This fee is payable out of the Sub-Fund. No fees are payable out of the Sub-Fund to the Sub-Manager.

The Management fee of HK\$1,070,821 (period ended 31 December 2022: HK\$902,129) was charged to profit or loss during the year. Included in liabilities as at 31 December 2023 were management fees payable of HK\$131,749 (31 December 2022: HK\$184,423).

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

10. RELATED PARTY TRANSACTIONS/TRANSACTIONS WITH THE MANAGER AND THEIR CONNECTED PERSONS (Continued)

(b) Expense borne by the Manager

The product key facts of the Sub-Fund stated that it is the Manager's current intention to cap the ongoing charges of the Sub-Fund at 1.49% of the average net asset value published from 22 July 2022 to 31 December 2023 ("Average Net Asset Value") per share of the Sub-Fund; any ongoing charges in excess of such figure as at the end of the reporting period will be borne by the Manager.

(c) Manager's and its related parties' holdings in the Company and the Sub-Fund

Shares of the Sub-Fund held by the related parties of the Manager and the Sub-Manager as at 31 December 2023 and 2022 are listed below:

	Number of shares 2023
Listed Class	
HUI Kiu Tat*	4,000
Value Partners Limited**	<u>10,000,000</u>
	Number of shares 2022
Listed Class	
HUI Kiu Tat*	4,000
Value Partners Limited**	<u>10,000,000</u>

* HUI Kiu Tat is a director of the Company.

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

(d) Outstanding balance to the Manager

	2023 HK\$	2022 HK\$
Management fee payable	131,749	184,423
Due to the Manager	<u>282,077</u>	<u>910,295</u>

Due to the Manager is arising from the unsettled establishment cost paid by the Manager on behalf of the Sub-Fund offset by the amount due from the Manager in related to expense borne by the Manger.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

10. RELATED PARTY TRANSACTIONS/TRANSACTIONS WITH THE MANAGER AND THEIR CONNECTED PERSONS (Continued)

(e) Establishment cost

During the period ended 31 December 2022, the establishment cost for establishing the Sub-Fund was HK\$2,066,934, which was paid by the Manager. The amount is interest-free, unsecured and repayable less than 1 month to the Manager.

Certain government grants have been received under Grant Scheme for Open-ended Fund Companies and Real Estate Investment Trusts funded by the Government of the Hong Kong Special Administrative Region. The government grants received have been deducted from establishment cost to which they related. All government grants received for related expenditure has been undertaken. The Sub-Fund did not have any unfulfilled conditions relating to these programs during the year.

11. TRANSACTIONS WITH THE CUSTODIAN

(a) Fund administration and custodian fees

The custodian fee and registrar's fee are included in the management fee and the Manager will pay the fees of the custodian and registrar out of the management fee, as set out in note 10(a) to the financial statements.

(b) Transactions/balances with the group company of the custodian

The Sub-Fund maintains an interest-bearing bank account of HK\$474,811 (31 December 2022: HK\$1,895,247) with The Hongkong and Shanghai Banking Corporation Limited, which is an intermediate holding company of the custodian.

	2023	2022
	<i>HK\$</i>	<i>HK\$</i>
Interest income	16,880	1,664
Bank charges	15,352	14,872
	<u> </u>	<u> </u>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

12. TRANSACTION FEE

Transactions fees are costs incurred to acquire/dispose financial assets/liabilities at FVPL. They include fees and commissions paid to agents, brokers and dealers.

13. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	2023 HK\$	2022 HK\$
Financial assets at fair value through profit or loss		
- Listed equity securities	71,905,077	177,993,589
- American depository receipts	5,376,192	32,185,871
- Participation notes	2,461,378	4,794,395
- Global depository receipts	329,739	-
	<u>80,072,386</u>	<u>214,973,855</u>

14. SEGMENT REPORTING

The Manager makes strategic resource allocation and assesses performance on behalf of the Company and the Sub-Fund and has determined the operating segments based on the reports reviewed which are used to make strategic decisions.

The Manager considers that the Sub-Fund has a single operating segment which is investing in securities with the objective as stated in the investment objective and policies of the Company and the Sub-Fund.

The segment information provided to the Manager is the same as that disclosed in the statement of profit or loss and other comprehensive income and the statement of net assets.

No additional disclosure is included in relation to segment reporting, as the Sub-Fund's activities are limited to a single business segment. The Sub-Fund is organised into a single business segment, focusing on trading in the constituent securities of the tracked index with the objective to provide investment results that closely correspond to the performance of the tracked index.

The Sub-Fund has no assets classified as non-current as at 31 December 2023 (31 December 2022: nil).

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

15. SOFT COMMISSION ARRANGEMENTS

The Manager and/or any company associated with it and its delegates may enter into soft dollar/commission sharing arrangements with a broker 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 the Sub-Fund (as may be permitted under applicable rules and regulations) from a broker and other persons through whom investment transactions are carried out (the "broker"). 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.

For the year ended 31 December 2023, the Manager did not obtain any services through soft commission arrangements and no such commission was paid from the Sub-Fund (period ended 31 December 2022: nil).

16. INVESTMENT LIMITATIONS AND PROHIBITIONS UNDER THE SFC CODE

The SFC Code allows the Sub-Fund to invest in constituent securities issued by a single issuer for more than 10% of the Sub-Fund's net asset value provided that:

- (a) the investment is limited to any constituent securities that each accounts for more than 10% of the weighting of the tracked index; and
- (b) the Sub-Fund's holding of any such constituent securities may not exceed their respective weightings in the tracked index, except where weightings are exceeded as a result of changes in the composition of the tracked index and the excess is only transitional and temporary in nature.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

31 DECEMBER 2023

17. STANDARDS ISSUED BUT NOT YET EFFECTIVE

The Company and the Sub-Fund have not early applied any of the new and revised IFRS that have been issued but are not yet effective for the accounting year ended 31 December 2023 in these financial statements. Among the new and revised IFRSs, the following are expected to be relevant to the Company and the Sub-Fund's financial statements upon becoming effective:

Amendments to IAS 1	<i>Classification of Liabilities as Current or Non-current (the "2020 Amendments")^{1,2}</i>
Amendments to IAS 1	<i>Non-current Liabilities with Covenants (the "2022 Amendments")¹</i>

¹ *Effective for annual periods beginning on or after 1 January 2024*

² *As a consequence of the 2020 Amendments and 2022 Amendments, Hong Kong Interpretation 5 Presentation of Financial Statements - Classification by the Borrower of a Term Loan that Contains a Repayment on Demand Clause was revised to align the corresponding wording with no change in conclusion*

Further information about those IFRSs that are expected to be applicable to the Company and the Sub-Fund is described below.

The 2020 Amendments clarify the requirements for classifying liabilities as current or non-current, including what is meant by a right to defer settlement and that a right to defer must exist at the end of the reporting period. Classification of a liability is unaffected by the likelihood that the entity will exercise its right to defer settlement. The amendments also clarify that a liability can be settled in its own equity instruments, and that only if a conversion option in a convertible liability is itself accounted for as an equity instrument would the terms of a liability not impact its classification. The 2022 Amendments further clarify that, among covenants of a liability arising from a loan arrangement, only those with which an entity must comply on or before the reporting date affect the classification of that liability as current or non-current. Additional disclosures are required for non-current liabilities that are subject to the entity complying with future covenants within 12 months after the reporting period. The amendments shall be applied retrospectively with early application permitted. An entity that applies the 2020 Amendments early is required to apply simultaneously the 2022 Amendments, and vice versa. The Company is currently assessing the impact of the amendments and whether existing loan agreements may require revision. Based on a preliminary assessment, the amendments are not expected to have any significant impact on the Company's financial statements.

The amendments are not expected to have any significant impact on the Company and the Sub-Fund's financial statements.

18. APPROVAL OF THE FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the Board of Directors on 26 April 2024.

VALUE PARTNERS ETF SERIES OFC

(An umbrella open-ended fund company established under the laws of Hong Kong)

INVESTMENT PORTFOLIO (UNAUDITED)

AS AT 31 DECEMBER 2023

Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF

	Holdings Units	Fair value HK\$	% of net assets
Listed Equities Securities			
Argentina			
Mercadolibre Inc	465	5,706,224	7.14
		<u>5,706,224</u>	<u>7.14</u>
		-----	-----
Brazil			
CVC Brasil Operadora e Agencia de Viagens SA	4,887	27,495	0.03
Grupo De Moda	5,643	67,580	0.08
Inter & Co Inc	3,240	142,550	0.18
Locaweb Servicos de Internet SA	3,915	37,823	0.05
Magazine Luiza SA	31,158	108,186	0.14
NU Holdings Ltd/Cayman Islands	26,946	1,752,709	2.19
Pageseguro Digi Ltd	2,376	231,357	0.29
Pet Center Comercio e Participacoes SA	3,537	22,459	0.03
Stoneco Ltd-A	2,862	402,936	0.50
Valid Solucoes e Servicos de Seguranca em Meios de Pagamento e Identificacao SA	891	29,362	0.04
Xp Inc	4,104	835,446	1.05
		<u>3,657,903</u>	<u>4.58</u>
		-----	-----
British Virgin			
Despegar.Com Corp	567	41,884	0.05
		<u>41,884</u>	<u>0.05</u>
		-----	-----
Cayman Islands			
Afya Ltd	270	46,235	0.06
Alibaba Group Holding Ltd	88,668	6,703,301	8.39
China Literature Ltd	4,374	127,065	0.16
JD Health International Inc	11,448	447,617	0.57
PDD Holdings inc ADR	5,589	6,385,259	7.99
		<u>13,709,477</u>	<u>17.17</u>
		-----	-----

INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 31 DECEMBER 2023

Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF

	Holdings Units	Fair value HK\$	% of net assets
Listed Equities Securities (Continued)			
China			
Baidu Inc	25,407	2,949,753	3.69
Bilibili Inc	2,835	265,356	0.33
iDreamSky Technology Holdings Ltd	9,936	22,952	0.03
Jd.Com Inc	26,784	3,013,200	3.77
KE Holdings Inc	23,976	1,038,161	1.30
Kingdee International Software Group Co Ltd	31,185	354,885	0.44
Kingsoft Corp Ltd	10,584	255,074	0.32
Kuaishou Technology	28,269	1,496,844	1.87
Maoyan Entertainment	3,888	34,914	0.04
Meitu Inc	25,272	90,979	0.11
Meituan	59,157	4,844,958	6.07
Netease Inc	19,980	2,809,188	3.52
Ping An Healthcare and Technology Co Ltd	5,832	103,576	0.13
Tencent Holdings Ltd	19,737	5,794,783	7.25
Tongcheng Travel Holdings Ltd	13,419	193,770	0.24
Trip Com Group Ltd	6,453	1,791,353	2.24
Weimob Inc	24,408	70,295	0.09
XD Inc	2,970	30,294	0.04
Yidu Tech Inc	5,670	28,690	0.04
ZhongAn Online P&C Insurance Co Ltd H SHARES	7,857	140,169	0.18
Zx Inc	1,971	91,653	0.12
		25,420,847	31.82
Germany			
Delivery Hero SE	2,160	465,975	0.58
		465,975	0.58

VALUE PARTNERS ETF SERIES OFC

(An umbrella open-ended fund company established under the laws of Hong Kong)

INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 31 DECEMBER 2023

Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF

	Holdings Units	Fair value HK\$	% of net assets
Listed Equities Securities (Continued)			
Great Britain			
VTEX	567	30,461	0.04
		30,461	0.04
Hong Kong			
Alibaba Health Information Technology Ltd	52,785	223,808	0.28
Alibaba Pictures Group Ltd	101,034	48,496	0.06
China Ruyi Holdings Ltd	59,346	102,669	0.13
		374,973	0.47
Indonesia			
Bank Jago Tbk PT	59,400	87,361	0.11
Bukalapak.com PT Tbk	610,200	66,844	0.08
GoTo Gojek Tokopedia Tbk PT	9,660,600	421,344	0.53
		575,549	0.72
India			
Bajaj Finance Ltd	3,240	2,227,876	2.79
Ce Info System Ltd	243	44,355	0.06
Jio Financial Service Ltd	37,125	811,530	1.02
Jubilant Foodworks Ltd	4,293	227,627	0.28
MakeMyTrip Ltd	621	227,811	0.29
Reliance Industries Ltd	14,742	7,194,603	9.01
TeamLease Services Ltd	135	40,512	0.04
		10,774,314	13.49

INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 31 DECEMBER 2023

Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF

	Holdings Units	Fair value HK\$	% of net assets
Listed Equities Securities (Continued)			
Japan			
NEXON Co., Ltd.	4,644	660,927	0.83
		660,927	0.83
Korea			
AfreecaTV Co Ltd	81	42,038	0.05
CJ ENM Co Ltd	108	47,277	0.06
Com2USCorp	81	24,187	0.03
Coupang Inc	13,500	1,706,676	2.14
Kakao Corp	3,294	1,084,455	1.36
Kakao Games Co	405	63,475	0.08
Kakaopay Corp	270	80,705	0.10
KakaoBank Corp	1,782	307,922	0.39
Naver Corp	1,566	2,126,807	2.66
NcSoft Corp	189	275,591	0.35
Neowiz	135	21,813	0.02
		5,780,946	7.24
Luxembourg			
Allegro.eu SA	6,048	400,232	0.50
		400,232	0.50

VALUE PARTNERS ETF SERIES OFC

(An umbrella open-ended fund company established under the laws of Hong Kong)

INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 31 DECEMBER 2023

Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF

	Holdings Units	Fair value HK\$	% of net assets
Listed Equities Securities (Continued)			
Poland			
CCC S.A.	567	68,862	0.09
CD Projekt S.A.	729	166,477	0.20
		<u>235,339</u>	<u>0.29</u>
Singapore			
Grab Holdings Ltd.	22,356	588,294	0.74
		<u>588,294</u>	<u>0.74</u>
South Africa			
MultiChoice Group Ltd.	3,591	124,229	0.16
Naspers Ltd.	2,025	2,704,630	3.38
		<u>2,828,859</u>	<u>3.54</u>
Sweden			
Truecaller AB	1,998	53,982	0.07
		<u>53,982</u>	<u>0.07</u>
Taiwan			
Gamania Digital Entertainment Co., Ltd.	2,160	40,668	0.05
Momo.com Inc.	712	92,207	0.12
		<u>132,875</u>	<u>0.17</u>
United States			
Freshworks In A	1,890	346,669	0.43
		<u>346,669</u>	<u>0.43</u>

INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 31 DECEMBER 2023

Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF

	Holdings Units	Fair value HK\$	% of net assets
Listed Equities Securities (Continued)			
Uruguay			
DLocal Ltd.	864	<u>119,347</u>	<u>0.15</u>
		----- 119,347	----- 0.15
Total Listed Equities Securities		<u><u>71,905,077</u></u>	<u><u>90.02</u></u>

VALUE PARTNERS ETF SERIES OFC

(An umbrella open-ended fund company established under the laws of Hong Kong)

INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 31 DECEMBER 2023

Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF

	Holdings Units	Fair value HK\$	% of net assets
American Depository Receipts (ADRs)			
<i>Cayman Islands</i>			
Huya Inc-ADR	918	26,236	0.03
		<u>26,236</u>	<u>0.03</u>
		-----	-----
<i>China</i>			
Dada Nexus Ltd ADR	2,592	67,196	0.08
FinVolution Group ADR	1,728	66,117	0.08
Full Truck Alliance Co Ltd ADR	9,855	539,442	0.68
Hello Group Inc ADR	1,539	83,521	0.10
iQIYI Inc ADR	5,238	199,598	0.25
Kanzhun Ltd ADR	3,699	479,760	0.60
Kingsoft Cloud ADR	2,646	78,100	0.10
Lufax Holding Ltd ADR	5,960	142,875	0.18
360 Digitech Inc.	1,620	200,121	0.25
Tencent Music Entertainment Group ADR	7,128	501,491	0.63
Up Fintech Holding Ltd ADR	1,782	61,504	0.08
Vipshop Holdings Ltd ADR	3,942	546,676	0.68
Vnet Group Inc ADR	1,350	30,253	0.04
		<u>2,996,654</u>	<u>3.75</u>
		-----	-----
<i>Germany</i>			
Jumia Technologies AG ADR	1,161	32,002	0.04
		<u>32,002</u>	<u>0.04</u>
		-----	-----

INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 31 DECEMBER 2023

Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF

	Holdings Units	Fair value HK\$	% of net assets
American Depository Receipts (ADRs) (Continued)			
Hong Kong			
Futu Holdings Ltd. ADR	1,026	<u>437,673</u>	<u>0.55</u>
		-----437,673	-----0.55
Taiwan			
Sea Ltd. ADR	5,805	<u>1,835,810</u>	<u>2.30</u>
		-----1,835,810	-----2.30
U Arab Emirates			
Yalla Group Ltd ADR	999	<u>47,819</u>	<u>0.06</u>
		-----47,819	-----0.06
Total American Depository Receipts (ADRs)		<u><u>5,376,192</u></u>	<u><u>6.73</u></u>

VALUE PARTNERS ETF SERIES OFC

(An umbrella open-ended fund company established under the laws of Hong Kong)

INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 31 DECEMBER 2023

Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF

	Holdings Units	Fair value HK\$	% of net assets
Participation Notes			
India			
CLSA Global Markets Pte Ltd. (Affle India Ltd.) P-note 02/05/2030	567	69,493	0.09
CLSA Global Markets Pte Ltd. (Angel One Ltd.) P-note 01/06/2030	378	123,715	0.15
CLSA Global Markets Pte Ltd. (FSN E-Commerce Ventures Ltd.) P-note 07/05/2030	12,474	203,574	0.25
CLSA Global Markets Pte Ltd. (Happiest Minds Technologies Ltd.) P-note 02/05/2030	648	54,485	0.07
CLSA Global Markets Pte Ltd. (ICICI Securities Ltd.) P-note 05/30/2030	918	61,848	0.08
CLSA Global Markets Pte Ltd. (Indian Energy Exchange Ltd.) P-note 07/05/2030	8,505	134,085	0.17
CLSA Global Markets Pte Ltd. (Info Edge India Ltd.) P-note 03/30/2030	837	403,714	0.51
CLSA Global Markets Pte Ltd. (Intellect Design Arena Ltd.) P-note 05/02/2030	810	63,591	0.08
CLSA Global Markets Pte Ltd. (Nazara Technologies Ltd.) P-note 03/06/2033	459	36,899	0.05
CLSA Global Markets Pte Ltd. (One 97 Communications Ltd.) P-note 07/05/2030	2,781	165,820	0.21
CLSA Global Markets Pte Ltd. (PB Fintech Ltd.) P-note 07/05/2030	2,754	205,370	0.26
CLSA Global Markets Pte Ltd. (Route Mobile Ltd.) P-note 05/01/2030	297	44,551	0.06
CLSA Global Markets Pte Ltd. (Tanla Platforms Ltd.) P-note 03/20/2030	729	74,884	0.09
CLSA Global Markets Pte Ltd. (Zomato Ltd.) P-note 07/05/2030	61,830	717,928	0.90
CLSA Global Markets Pte Ltd. (IndiaMart InterMesh Ltd.) P-note 05/05/2030	297	75,858	0.08
		2,435,815	3.05

INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 31 DECEMBER 2023

Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF

	Holdings Units	Fair value HK\$	% of net assets
Participation Notes (Continued)			
Singapore			
CLSA Global Markets Pte Ltd. (East Trip Planner Ltd.) P-note 07/05/2030	6,750	<u>25,563</u>	<u>0.03</u>
		----- 25,563	----- 0.03
Total Participation Notes		<u>2,461,378</u>	<u>3.08</u>
Global Depository Receipts (GDR)			
Kazakhstan			
Jsc Kaspi.K GDR	459	<u>329,739</u>	<u>0.41</u>
		----- 329,739	----- 0.41
Total Global Depository Receipt		<u>329,739</u>	<u>0.41</u>
Total Investments		<u>80,072,386</u>	<u>100.24</u>
Cash and cash equivalents		474,811	0.59
Other net liabilities		<u>(666,161)</u>	<u>(0.83)</u>
Total net assets		<u>79,881,036</u>	<u>100.00</u>
Total investments, at cost		<u>86,495,485</u>	<u>108.28</u>

VALUE PARTNERS ETF SERIES OFC

(An umbrella open-ended fund company established under the laws of Hong Kong)

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED)

Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF

For year ended 31 December 2023

	As at 1 January 2023 Units	Holdings		As at 31 December 2023 Units
		Additions Units	Disposals Units	
Listed Equities Securities				
Argentina				
Mercadolibre Inc	1,275	6	816	465
Brazil				
CVC Brasil Operadora e Agencia de Viagens SA	8,775	4,887	8,775	4,887
Grupo De Moda	15,750	459	10,566	5,643
Inter & Co Inc	8,925	270	5,955	3,240
Locaweb Servicos de Internet SA	11,475	378	7,938	3,915
Magazine Luiza SA	90,825	1,188	60,855	31,158
NU Holdings Ltd/Cayman Islands	62,775	4,536	40,365	26,946
Pagseguro Digi Ltd	6,300	270	4,194	2,376
Pet Center Comercio e Participacoes SA	10,725	–	7,188	3,537
Stoneco Ltd–A	7,725	324	5,187	2,862
Valid Solucoes e Servicos de Seguranca em Meios de Pagamento e Identificacao SA	–	891	–	891
Xp Inc	10,275	594	6,765	4,104
British Virgin Islands				
Despegar.Com Corp	1,950	–	1,383	567
China				
Baidu Inc	70,275	1,863	46,731	25,407
Bilibili Inc	6,975	405	4,545	2,835
iDreamSky Technology Holdings Ltd	22,725	2,376	15,165	9,936
Jd.Com Inc	52,800	9,987	36,003	26,784
KE Holdings Inc	56,775	5,184	37,983	23,976
Kingdee International Software Group Co Ltd	81,825	4,185	54,825	31,185
Kingsoft Corp Ltd	29,775	1,134	20,325	10,584
Kuaishou Technology	68,400	4,030	44,161	28,269
Maoyan Entertainment	11,025	243	7,380	3,888
Meitu Inc	118,500	2,214	95,442	25,272

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF

For year ended 31 December 2023

	Holdings			As at 31 December 2023 Units
	As at 1 January 2023 Units	Additions Units	Disposals Units	
Listed Equities Securities (Continued)				
<i>China (Continued)</i>				
Meituan	77,025	41,101	58,969	59,157
Netease Inc	63,225	891	44,136	19,980
Ping An Healthcare and Technology Co Ltd	15,600	459	10,227	5,832
Tencent Holdings Ltd	58,500	59,823	98,586	19,737
Tongcheng Travel Holdings Ltd	36,600	1,161	24,342	13,419
Trip Com Group Ltd	17,475	1,026	12,048	6,453
Weimob Inc	60,600	2,889	39,081	24,408
XD Inc	7,575	243	4,848	2,970
Yidu Tech Inc	12,825	1,141	8,296	5,670
ZhongAn Online P&C Insurance Co Ltd H SHARES	21,825	675	14,643	7,857
Zx Inc	–	1,971	–	1,971
<i>Germany</i>				
Delivery Hero SE	5,625	297	3,762	2,160
<i>Great Britain</i>				
VTEX	1,725	567	1,725	567
<i>Hong Kong</i>				
Alibaba Health Information Technology Ltd	147,300	4,131	98,646	52,785
Alibaba Pictures Group Ltd	366,225	–	265,191	101,034
China Ruyi Holdings Ltd	155,100	4,940	100,694	59,346

VALUE PARTNERS ETF SERIES OFC

(An umbrella open-ended fund company established under the laws of Hong Kong)

**STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED)
(Continued)****Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF**

For year ended 31 December 2023

	Holdings			As at 31 December 2023 Units
	As at 1 January 2023 Units	Additions Units	Disposals Units	
Listed Equities Securities (Continued)				
Indonesia				
Bank Jago Tbk PT	157,500	5,400	103,500	59,400
Bukalapak.com PT Tbk	930,000	360,100	679,900	610,200
GoTo Gojek Tokopedia Tbk PT	25,110,000	1,201,500	16,650,900	9,660,600
India				
Bajaj Finance Ltd	–	4,373	1,133	3,240
Ce Info System Ltd	–	243	–	243
Jio Financial Service Ltd	–	37,125	–	37,125
Jubilant Foodworks Ltd	–	5,844	1,551	4,293
MakeMyTrip Ltd	1,875	–	1,254	621
Reliance Industries Ltd	28,575	5,225	19,058	14,742
TeamLease Services Ltd	–	135	–	135
Japan				
NEXON Co., Ltd.	13,950	135	9,441	4,644
Korea				
AfreecaTV Co Ltd	225	–	144	81
CJ ENM Co Ltd	300	–	192	108
Com2USCorp	225	–	144	81
Coupang Inc	32,475	1,864	20,839	13,500
Kakao Corp	9,225	243	6,174	3,294
Kakao Games Co	1,125	27	747	405
Kakaopay Corp	675	27	432	270
KakaoBank Corp	8,250	135	6,603	1,782
Naver Corp	4,425	108	2,967	1,566
NcSoft Corp	525	27	363	189
Neowiz	375	–	240	135

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF

For year ended 31 December 2023

	Holdings			As at 31 December 2023 Units
	As at 1 January 2023 Units	Additions Units	Disposals Units	
Listed Equities Securities (Continued)				
<i>Luxembourg</i>				
Allegro.eu SA	13,200	1,674	8,826	6,048
<i>Poland</i>				
CCC S.A.	1,200	179	812	567
CD Projekt S.A.	2,025	54	1,350	729
<i>Singapore</i>				
Grab Holdings Ltd.	54,975	4,239	36,858	22,356
<i>South Africa</i>				
MultiChoice Group Ltd.	9,750	378	6,537	3,591
Naspers Ltd.	–	2,268	243	2,025
<i>Sweden</i>				
Truecaller AB	3,825	621	2,448	1,998
<i>Taiwan</i>				
Gamania Digital Entertainment Co., Ltd.	6,000	–	3,840	2,160
Momo.com Inc.	1,800	–	1,152	712
<i>United States</i>				
Freshworks Inc.	–	2,473	583	1,890
<i>Uruguay</i>				
DLocal Ltd.	2,550	108	1,794	864

VALUE PARTNERS ETF SERIES OFC

(An umbrella open-ended fund company established under the laws of Hong Kong)

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF

For year ended 31 December 2023

	As at 1 January 2023 Units	Holdings		As at 31 December 2023 Units
		Additions Units	Disposals Units	
American Depository Receipts (ADRs)				
<i>Cayman Islands</i>				
Huya Inc-ADR	2,775	-	1,857	918
<i>China</i>				
Dada Nexus Ltd ADR	7,950	-	5,358	2,592
FinVolution Group ADR	5,325	-	3,597	1,728
Full Truck Alliance Co Ltd ADR	28,800	864	19,809	9,855
Hello Group Inc ADR	4,950	-	3,411	1,539
iQIYI Inc ADR	12,225	1,444	8,431	5,238
Kanzhun Ltd ADR	10,875	108	7,284	3,699
Kingsoft Cloud ADR	7,500	-	4,854	2,646
Lufax Holding Ltd ADR	72,075	-	48,234	5,960
360 Digitech Inc.	4,350	135	2,865	1,620
Tencent Music Entertainment Group ADR	27,075	-	19,947	7,128
Up Fintech Holding Ltd ADR	4,650	243	3,111	1,782
Vipshop Holdings Ltd ADR	17,550	-	13,608	3,942
Vnet Group Inc ADR	4,125	-	2,775	1,350
<i>Germany</i>				
Jumia Technologies AG ADR	3,150	108	2,097	1,161
<i>Hong Kong</i>				
Futu Holdings Ltd. ADR	2,475	135	1,584	1,026
<i>Taiwan</i>				
Sea Ltd. ADR	16,050	459	10,704	5,805
<i>United Arab Emirates</i>				
Yalla Group Ltd. ADR	-	999	-	999

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF

For year ended 31 December 2023

	Holdings			As at 31 December 2023 Units
	As at 1 January 2023 Units	Additions Units	Disposals Units	
Participation Notes				
India				
CLSA Global Markets Pte Ltd. (Affle India Ltd.) P-note 02/05/2030	1,575	54	1,062	567
CLSA Global Markets Pte Ltd. (Angel One Ltd.) P-note 01/06/2030	1,200	54	876	378
CLSA Global Markets Pte Ltd. (FSN E-Commerce Ventures Ltd.) P-note 07/05/2030	24,525	4,393	16,444	12,474
CLSA Global Markets Pte Ltd. (Happiest Minds Technologies Ltd.) P-note 02/05/2030	3,000	–	2,352	648
CLSA Global Markets Pte Ltd. (ICICI Securities Ltd.) P-note 05/30/2030	2,550	81	1,713	918
CLSA Global Markets Pte Ltd. (Indian Energy Exchange Ltd.) P-note 07/05/2030	24,150	540	16,185	8,505
CLSA Global Markets Pte Ltd. (Info Edge India Ltd.) P-note 03/30/2030	2,175	135	1,473	837
CLSA Global Markets Pte Ltd. (Intellect Design Arena Ltd.) P-note 05/02/2030	2,250	81	1,521	810
CLSA Global Markets Pte Ltd. (Nazara Technologies Ltd.) P-note 03/06/2033	975	135	651	459
CLSA Global Markets Pte Ltd. (One 97 Communications Ltd.) P-note 07/05/2030	4,800	1,134	3,153	2,781
CLSA Global Markets Pte Ltd. (PB Fintech Ltd.) P-note 07/05/2030	6,075	594	3,915	2,754
CLSA Global Markets Pte Ltd. (Route Mobile Ltd.) P-note 05/01/2030	750	27	480	297
CLSA Global Markets Pte Ltd. (Tanla Platforms Ltd.) P-note 03/20/2030	2,100	54	1,425	729

VALUE PARTNERS ETF SERIES OFC

(An umbrella open-ended fund company established under the laws of Hong Kong)

**STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED)
(Continued)****Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF**

For year ended 31 December 2023

	Holdings			As at 31 December 2023 Units
	As at 1 January 2023 Units	Additions Units	Disposals Units	
Participation Notes (Continued)				
India (Continued)				
CLSA Global Markets Pte Ltd. (Zomato Ltd.) P-note 07/05/2030	133,200	16,089	87,459	61,830
CLSA Global Markets Pte Ltd. (IndiaMart InterMesh Ltd.) P-note 05/05/2030	450	27	370	297
Singapore				
CLSA Global Markets Pte Ltd. (Easy Trip Planners Ltd) WTS 16/12/2027	13,725	2,214	9,189	6,750
Global Depository Receipts (GDR)				
Kaspi.KZ.JSC	6,075	-	5,616	459

PERFORMANCE RECORD (UNAUDITED)

Net asset value

	Dealing net asset value <i>HK\$</i>	Dealing net asset value per share <i>HK\$</i>
<u>Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF</u>		
As at 31 December 2023	81,274,738	7.53
As at 31 December 2022	217,366,868	7.25

Highest issue price and lowest redemption price per share

	Highest issue price per share <i>HK\$</i>	Lowest redemption price per share <i>HK\$</i>
<u>Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF</u>		
For year ended 31 December 2023	8.64	6.74
For the period from 22 July 2022 (date of inception) to 31 December 2022	7.77	5.32

Comparison of the scheme performance and the actual index performance

The table below illustrates the comparison between the Sub-Fund's performance (market-to-market) and that of the Index:

	Sub-Fund performance %	Index performance %
<u>Value Partners EMQQ Emerging Markets Internet & Ecommerce ETF</u>		
For year ended 31 December 2023	+3.9%	+5.3%
For the period from 22 July 2022 (date of inception) to 31 December 2022	-7.1%	-6.7%