



VALUE TAIWAN ETF (Stock code: 3060)

A Sub-fund of Value ETFs Trust

SEMI-ANNUAL REPORT 2015

For the six months ended 30 September 2015

Sensible Asset Management Hong Kong Limited

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

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(A Hong Kong Umbrella Unit Trust)

GENERAL INFORMATION

Investment Manager

Sensible Asset Management Hong Kong Limited
9th Floor, Nexxus Building
41 Connaught Road Central
Hong Kong

Sub-investment Manager

Value Partners Hong Kong Limited
9th Floor, Nexxus Building
41 Connaught Road Central
Hong Kong

Directors of the Investment Manager

Mr Chow Wai Chiu William
Mr So Chun Ki Louis

Trustee and Registrar

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

Legal Advisor

Simmons & Simmons
13th Floor, One Pacific Place
88 Queensway
Hong Kong

Auditor

Ernst & Young
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GENERAL INFORMATION (Continued)

Recent awards and achievements

Corporate awards	
2014	<ul style="list-style-type: none">• Fund of the Year Awards 2014 Investor Education (ETF) – Outstanding Achiever <i>– Benchmark Magazine</i>
2012	<ul style="list-style-type: none">• 2012 The Asset Triple A Investment Awards Highly Commended ETF House for Hong Kong <i>– The Asset</i>

Value Taiwan ETF	
2014	<ul style="list-style-type: none">• Fund of the Year Awards 2014 Top Fund 100 – Taiwan Equity (ETF) – Best-in-Class <i>– Benchmark Magazine</i>

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MANAGER'S REPORT

Value Taiwan ETF (“the Fund”) is an index-tracking exchange traded fund whose units are listed and traded on the Stock Exchange of Hong Kong Limited (“SEHK”). The Fund aims to provide investment results that, before fees and expenses, closely correspond to the performance of the FTSE Value-Stocks Taiwan Index (“the Index”) by holding a portfolio of the constituent stocks of the Index. The Index comprises 50 value stocks amongst Taiwanese companies’ shares listed on The Taiwan Stock Exchange Corporation and GreTai Securities Market, which is a market regulated and supervised by the Taiwan Financial Supervisory Commission.

As at 30 September 2015, the Net Asset Value (“NAV”) per unit of the Fund was TWD126.16, and 1,800,000 units were outstanding. The total size of the Fund was approximately TWD227 million.

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

Total Return in TWD	From 1 Apr 2015 to 30 Sep 2015	2015 YTD (as at 30 Sep)	Since inception
FTSE Value-Stocks Taiwan Index	-13.4%	-10.9%	37.4%
Value Taiwan ETF	-15.2%	-13.3%	19.9%

The difference in performance between the FTSE Value-Stocks Taiwan Index and the Value Taiwan ETF is mainly attributed to fees and expenses, and security misweightings. The historical tracking error for the NAV of the Fund against the FTSE Value-Stocks Taiwan Index was at 46 basis points on an annualized basis since its inception on 23 May 2012.

Sensible Asset Management Hong Kong Limited

20 November 2015

All performance figures are sourced from HSBC Institutional Trust Services (Asia) Limited and Bloomberg, in TWD, NAV to NAV with dividends reinvested, as at 30 September 2015. Performance data is net of all fees.

Past performance is not indicative of future results.

STATEMENT OF FINANCIAL POSITION (UNAUDITED)

AS AT 30 SEPTEMBER 2015

	30.9.2015	31.3.2015
	<i>TWD</i>	<i>TWD</i>
Assets		
Financial assets at fair value through profit or loss	225,484,790	266,954,615
Dividends receivable	1,069,624	–
Prepayments and other receivables	260,200	769,740
Cash and cash equivalents	<u>1,294,725</u>	<u>1,143,447</u>
Total assets	<u>228,109,339</u>	<u>268,867,802</u>
Liabilities		
Audit fees payable	776,231	578,068
Management fees payable	132,595	321,113
Trustee and registrar fees payable	19,021	180,228
Other payables	<u>93,055</u>	<u>140,313</u>
Total liabilities	<u>1,020,902</u>	<u>1,219,722</u>
Total equity	<u>227,088,437</u>	<u>267,648,080</u>
Represented by:		
Net assets attributable to unitholders	<u>227,088,437</u>	<u>267,648,080</u>
Net asset value per unit based on		
1,800,000 (31.3.2015: 1,800,000)		
units outstanding	<u>126.1602</u>	<u>148.6934</u>

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INVESTMENT PORTFOLIO (UNAUDITED)

AS AT 30 SEPTEMBER 2015

	Holdings	Fair value TWD	% of net assets
FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS			
Listed equity securities			
<i>Taiwan</i>			
Advanced Semiconductor Engineering Inc	238,848	8,431,334	3.71
Airtac International Group	5,400	936,900	0.41
Asia Cement Corp	89,748	2,889,885	1.27
Asustek Computer Inc	27,312	7,715,640	3.40
Cathay Financial Holding Co Ltd	307,428	13,818,889	6.09
Chang Hwa Commercial Bank Ltd	11,486	186,073	0.08
Cheng Shin Rubber Ind Co Ltd	71,520	3,862,080	1.70
Chicony Electronics Co Ltd	21,612	1,638,190	0.72
China Development Financial Holding Corp	545,928	4,831,463	2.13
Chipbond Technology Corp	23,580	1,124,766	0.50
Chroma ATE Inc	13,776	775,589	0.34
Compeq Manufacturing Co Ltd	42,444	1,003,801	0.44
CTBC Financial Holding Co Ltd	619,308	10,497,271	4.62
CTCI Corp	26,772	1,054,817	0.46
Elite Material Co Ltd	10,908	789,739	0.35
Far Eastern New Century Corp	155,400	4,553,220	2.01
First Financial Holding Co Ltd	350,496	5,257,440	2.32
Flexium Interconnect Inc	395	35,550	0.02
Formosa Taffeta Co Ltd	39,780	1,235,169	0.54
Foxconn Technology Co Ltd	42,120	3,967,704	1.75
Fubon Financial Holding Co., Ltd.	281,268	14,429,048	6.35
Hon Hai Precision Industry Co Ltd	276,264	23,648,198	10.41
Hua Nan Financial Holdings Co Ltd	287,604	4,400,341	1.94
Kenda Rubber Industrial Co Ltd	24,876	1,169,172	0.52
King Yuan Electronics Co Ltd	42,180	881,562	0.39
King's Town Bank	39,516	922,698	0.41
Lite-On Technology Corp	82,512	2,491,862	1.10
MediaTek Inc	56,496	13,756,776	6.06
Mega Financial Holding Co Ltd	386,616	8,814,845	3.88
Merida Industry Co Ltd	9,600	1,699,200	0.75
Nan Ya Plastics Corp	214,040	11,900,624	5.24
Novatek Microelectronics Corp	22,128	2,279,184	1.00

INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 30 SEPTEMBER 2015

	Holdings	Fair value TWD	% of net assets
FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Continued)			
Listed equity securities (Continued)			
<i>Taiwan (Continued)</i>			
Pegatron Corp	73,428	5,888,926	2.59
Phison Electronics Corp	6,264	1,296,648	0.57
Pou Chen Corporation	102,480	5,057,388	2.23
Realtek Semiconductor Corp	18,000	1,004,400	0.44
Richtek Technology Corp	5,256	1,009,152	0.44
Ruentex Industries Ltd	27,324	1,592,989	0.70
Siliconware Precision Industries Co Ltd	114,600	4,681,410	2.06
Simplo Technology Co Ltd	11,208	1,188,048	0.52
SinoPac Financial Holdings Co Ltd	366,048	3,806,899	1.68
Taichung Commercial Bank Co Ltd	81,036	754,445	0.33
Taiwan Fertilizer Co Ltd	28,452	1,166,532	0.51
Taiwan Semiconductor Manufacturing Co Ltd	183,528	23,858,640	10.51
TECO Electric & Machinery Co Ltd	70,548	1,823,666	0.80
Transcend Information Inc	11,004	913,332	0.40
Tripod Technology Corp	19,116	904,187	0.40
Vanguard International Semiconductor Corp	34,860	1,300,278	0.57
Wan Hai Lines Ltd	31,356	649,069	0.29
Yageo Corp	24,384	1,228,954	0.54
Yuanta Financial Holdings	386,748	4,718,326	2.08
Zhen Ding Technology Holding Ltd	17,436	1,642,471	0.72
Total financial assets at fair value through profit or loss		225,484,790	99.29
Cash and cash equivalents		1,294,725	0.57
Other net assets		308,922	0.14
Total net assets		<u>227,088,437</u>	<u>100.00</u>
Total investments, at cost		<u>230,374,322</u>	

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STATEMENT OF MOVEMENTS IN PORTFOLIO HOLDINGS (UNAUDITED)

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2015

	% of net assets	
	30.9.2015	31.3.2015
FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		
Listed equity securities		
Taiwan	99.29	99.74
Total financial assets at fair value through profit or loss	99.29	99.74
Cash and cash equivalents	0.57	0.43
Other net assets/(liabilities)	0.14	(0.17)
Total net assets	100.00	100.00