



VALUE CHINA A-SHARE ETF

Stock code: 03095 (HKD) | 83095 (RMB)

A Sub-Fund of Value Partners ETFs Trust

2017 SEMI-ANNUAL REPORT

For the six months ended 30 September 2017

Value Partners Hong Kong Limited

9th Floor, Nexxus Building

41 Connaught Road Central, Hong Kong

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

Email: operations@valueetf.com.hk

Website: www.valueETF.com.hk

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.

VALUE CHINA A-SHARE ETF

A Sub-Fund of Value Partners ETFs Trust
(A Hong Kong Umbrella Unit Trust)

CONTENTS

	<i>Pages</i>
General information	2-3
Manager's report	4
Statement of financial position (unaudited)	5
Investment portfolio (unaudited)	6-7
Statement of movements in portfolio holdings (unaudited)	8
Performance record (unaudited)	9
Investment limitation and prohibitions under the SFC code (unaudited)	10

VALUE CHINA A-SHARE ETF

A Sub-Fund of Value Partners ETFs Trust
(A Hong Kong Umbrella Unit Trust)

GENERAL INFORMATION

Manager and RQFII Holder

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

Investment Advisor

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

Directors of Manager and RQFII Holder

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

Directors of the Investment Advisor

Mr So Chun Ki Louis
Dr Au King Lun
Mr Roger Anthony Hepper

Trustee and Registrar

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

Custodian

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

PRC Custodian

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

Legal Advisors

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

Auditor

Ernst & Young
22/F, CITIC Tower
1 Tim Mei Avenue
Central
Hong Kong

Information available from:

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

Telephone	: (852) 2880 9263
Fax	: (852) 2564 8487
Email	: operations@valueetf.com.hk
Website	: www.valueETF.com.hk

GENERAL INFORMATION (Continued)**Recent awards and achievements**

Corporate awards (ETF)	
2016	<ul style="list-style-type: none">• Value Partners ETF and Indexing Awards 2016 – Best ETF Launch – <i>Asia Asset Management & ETFI Asia</i>• Value Partners ETF and Indexing Awards 2016 – Best Commodity ETF – <i>Asia Asset Management & ETFI Asia</i>• Value Partners ETF and Indexing Awards 2016 – Best Smart Beta ETF – <i>Asia Asset Management & ETFI Asia</i>

VALUE CHINA A-SHARE ETF

A Sub-Fund of Value Partners ETFs Trust
(A Hong Kong Umbrella Unit Trust)

MANAGER'S REPORT

Value China A-Share ETF ("the Sub-Fund") is an index-tracking exchange traded fund whose units are listed and traded on the Stock Exchange of Hong Kong Limited ("SEHK"). The Sub-Fund aims to provide investment results that, before fees and expenses, closely correspond to the performance of the FTSE Value-Stocks China A-Share Index ("the Index") by holding a portfolio of the constituent stocks of the Index. The Index comprises 50 value stocks amongst Chinese companies' shares listed on the Shanghai Stock Exchange and Shenzhen Stock Exchange.

As at 29 September 2017, the Net Asset Value ("NAV") per unit of the Sub-Fund was RMB6.9430, and 18,500,000 units were outstanding. The total size of the Sub-Fund was approximately RMB128.4 million.

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

	From 1 April 2017 to 29 September 2017	2017 YTD (as at 29 September)	Since inception
FTSE Value-Stocks China A-Share Index	+13.7%	+17.2%	+7.9%
Value China A-Share ETF	+12.4%	+15.3%	+3.9%

The difference in performance between the FTSE Value-Stocks China A-Share Index and the Value China A-Share ETF is mainly attributed to fees and expenses, and security misweightings. The historical tracking error for the NAV of the Sub-Fund against the FTSE Value-Stocks China A-Share Index was at 167 basis points on an annualized basis since its inception on 20 March 2015.

Value Partners Hong Kong Limited

24 November 2017

All performance figures are sourced from HSBC Institutional Trust Services (Asia) Limited and Bloomberg, in RMB, NAV to NAV with dividends reinvested, as at 29 September 2017. Performance data is net of all fees.

Investors should note that investment involve risk. The price of units may go down as well as up and past performance is not indicative of future results.

VALUE CHINA A-SHARE ETF

A Sub-Fund of Value Partners ETFs Trust
(A Hong Kong Umbrella Unit Trust)

STATEMENT OF FINANCIAL POSITION (UNAUDITED)

AS AT 30 SEPTEMBER 2017

	30.9.2017 <i>RMB</i>	31.3.2017 <i>RMB</i>
ASSETS		
Financial assets at fair value through profit or loss	127,099,602	135,786,456
Prepayments and other receivables	42,686	136,775
Cash and cash equivalents	<u>1,654,908</u>	<u>302,757</u>
TOTAL ASSETS	<u>128,797,196</u>	<u>136,225,988</u>
LIABILITIES		
Audit fees payable	52,605	109,445
Management fees payable	12,785	86,425
Trustee and registrar fees payable	-	12,346
Other payables	<u>286,594</u>	<u>148,113</u>
TOTAL LIABILITIES	<u>351,984</u>	<u>356,329</u>
TOTAL EQUITY	<u><u>128,445,212</u></u>	<u><u>135,869,659</u></u>
Represented by:		
Net assets attributable to unitholders	<u><u>128,445,212</u></u>	<u><u>135,869,659</u></u>
Net asset value per unit based on 18,500,000 (31.3.2017: 22,000,000) units outstanding	<u><u>6.9430</u></u>	<u><u>6.1759</u></u>

VALUE CHINA A-SHARE ETF

A Sub-Fund of Value Partners ETFs Trust
(A Hong Kong Umbrella Unit Trust)

INVESTMENT PORTFOLIO (UNAUDITED)

AS AT 30 SEPTEMBER 2017

	Holdings	Fair Value RMB	% of net assets
FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS			
Listed equity securities			
China			
Agricultural Bank of China Ltd A Shrs	1,519,400	5,804,108	4.52
Aisino Corp A Shrs	43,332	815,075	0.63
Anhui Conch Cement Co Ltd A Shrs	74,400	1,857,768	1.45
Anxin Trust Co Ltd A Shrs	70,300	889,295	0.69
Avic Capital Co Ltd A Shrs	181,600	1,062,360	0.83
Bank of Beijing Co Ltd A Shrs	557,800	4,161,188	3.24
Bank of China Ltd A Shrs	907,500	3,738,900	2.91
Bank of Communications Co Ltd A Shrs	862,000	5,447,840	4.24
Bank of Nanjing Co Ltd A Shrs	197,240	1,560,168	1.21
China CITIC Bank Corp Ltd A Shrs	117,300	738,990	0.58
China Construction Bank Corp A Shrs	387,600	2,701,572	2.10
China Everbright Bank Co Ltd A Shrs	600,000	2,430,000	1.89
China Merchants Bank Co Ltd A Shrs	485,700	12,409,635	9.66
China Merchants Securities Co Ltd A Shrs	76,300	1,632,057	1.27
China Minsheng Banking Corp Ltd A Shrs	992,236	7,957,733	6.20
China Shenhua Energy Co Ltd A Shrs	85,200	1,784,088	1.39
Chongqing Changan Automobile Co Ltd A Shrs	84,000	1,190,280	0.93
CITIC Securities Co Ltd A Shrs	334,700	6,088,193	4.74
Daqin Railway Co Ltd A Shrs	230,400	2,016,000	1.57
Dong-E-E-Jiao Co Ltd A Shrs	21,100	1,370,023	1.07
Everbright Securities Co Ltd A Shrs	69,000	1,071,570	0.83
Focus Media Information Technology Co Ltd A Shrs	241,320	2,425,266	1.89
Fuyao Glass Industry Group Co Ltd A Shrs	56,900	1,450,381	1.13
GF Securities Co Ltd A Shrs	108,204	2,053,712	1.60
Guosen Securities Co Ltd A Shrs	52,908	724,310	0.56
Guotai Junan Securities Co Ltd A Shrs	142,400	3,080,112	2.40
Haitong Securities Co Ltd A Shrs	257,800	3,810,284	2.97
Huatai Securities Co Ltd A Shrs	112,500	2,544,750	1.98
Huaxia Bank Co Ltd A Shrs	204,272	1,893,601	1.47

VALUE CHINA A-SHARE ETF

A Sub-Fund of Value Partners ETFs Trust
(A Hong Kong Umbrella Unit Trust)

INVESTMENT PORTFOLIO (UNAUDITED) (Continued)

AS AT 30 SEPTEMBER 2017

	Holdings	Fair Value RMB	% of net assets
FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Continued)			
Listed equity securities (Continued)			
<i>China (Continued)</i>			
Huayu Automotive Systems Co Ltd A Shrs	55,600	1,253,780	0.98
Humanwell Healthcare (Group) Co Ltd A Shrs	37,600	680,936	0.53
Industrial Bank Co Ltd A Shrs	596,586	10,314,972	8.03
Industrial Securities Co Ltd A Shrs	173,017	1,465,454	1.14
Jiangsu Zhongtian Technology Co Ltd A Shrs	76,200	1,088,898	0.85
Lomon Billions Group Co Ltd A Shrs	47,200	877,448	0.68
Metallurgical Corp of China Ltd A Shrs	182,300	933,376	0.73
Ping An Bank Co Ltd A Shrs	310,460	3,449,211	2.69
SAIC Motor Corp Ltd A Shrs	101,460	3,063,077	2.38
Shanghai Fosun Pharmaceutical (Group) Co Ltd A Shrs	43,300	1,480,427	1.15
Shanghai International Port Group Co Ltd A Shrs	129,800	868,362	0.68
Shanghai Oriental Pearl Group Co Ltd A Shrs	47,800	969,862	0.75
Shanghai Pudong Development Bank Co Ltd A Shrs	592,888	7,630,469	5.94
Shenwan Hongyuan Group Co Ltd A Shrs	241,800	1,409,694	1.10
Shenzhen Overseas Chinese Town Co Ltd A Shrs	127,200	1,039,224	0.81
Sichuan Chuantou Energy Co Ltd A Shrs	94,742	892,470	0.69
TBEA Co Ltd A Shrs	127,400	1,256,164	0.98
Weichai Power Co Ltd A Shrs	182,400	1,366,176	1.06
Xinjiang Goldwind Science & Technology Co Ltd A Shrs	79,380	1,036,703	0.81
Zhengzhou Yutong Bus Co Ltd A Shrs	53,400	1,313,640	1.02
Total financial assets at fair value through profit or loss		127,099,602	98.95
Cash and cash equivalents		1,654,908	1.29
Other net liabilities		(309,298)	(0.24)
Total net assets		128,445,212	100.00
Total investments, at cost		122,795,569	

VALUE CHINA A-SHARE ETF

A Sub-Fund of Value Partners ETFs Trust
(A Hong Kong Umbrella Unit Trust)

STATEMENT OF MOVEMENTS IN PORTFOLIO HOLDINGS (UNAUDITED)

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2017

	% of net assets	
	30.9.2017	31.3.2017
FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		
Listed equity securities		
China	98.95	99.94
Total financial assets at fair value through profit or loss	98.95	99.94
Cash and cash equivalents	1.29	0.22
Other net liabilities	(0.24)	(0.16)
Total net assets	100.00	100.00

VALUE CHINA A-SHARE ETF

A Sub-Fund of Value Partners ETFs Trust
(A Hong Kong Umbrella Unit Trust)

PERFORMANCE RECORD (UNAUDITED)

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2017

Comparison of the scheme performance and the actual index performance

The table below illustrates the comparison between the performance of the Index and the Sub-Fund during the following period:

	From 1 April 2017 to 30 September 2017	From 1 April 2016 to 30 September 2016
FTSE Value-Stocks China A-Share Index	+13.7%	+4.5%
Value China A-Share ETF	+12.4%	+2.6%

VALUE CHINA A-SHARE ETF

A Sub-Fund of Value Partners ETFs Trust
(A Hong Kong Umbrella Unit Trust)

INVESTMENT LIMITATION AND PROHIBITIONS UNDER THE SFC CODE (UNAUDITED)

AS AT 30 SEPTEMBER 2017

The Code on Unit Trusts and Mutual Funds issued by the Securities and Futures Commission of Hong Kong (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 index; and
- b) the Sub-Fund's holding of any such constituent securities may not exceed their respective weightings in the index, except where weightings are exceeded as a result of changes in the composition of the indices and the excess is only transitional and temporary in nature.

The Sub-Fund did not have any index securities that accounted for more than 10% of their respective net asset value of the Sub-Fund as at 30 September 2017 and 31 March 2017.