



INCOME PARTNERS

INCOME PARTNERS STRATEGY FUND
(the “Fund”)

INCOME PARTNERS MANAGED VOLATILITY HIGH YIELD BOND FUND
(the “Sub-Fund”)

NOTICE TO UNITHOLDERS

This document is important and requires your immediate attention. If you are in doubt about the contents of this notice, you should seek independent professional financial advice.

Capitalised but undefined terms in this notice shall have the same meaning as ascribed to such term in the Sub-Fund’s explanatory memorandum dated July 2020 (the “Explanatory Memorandum”).

23 October 2020

Dear Unitholders,

Removal of Temporary Measure that Allowed the Manager to Exceed the Price Adjustment Limit for Issue and Redemption Prices due to Impact of Novel Coronavirus

We, Income Partners Asset Management (HK) Limited, the manager of the Sub-Fund (the “**Manager**”), are writing further to our notice dated 27 March 2020 (“**March Notice**”) regarding the Manager’s adjustment to the issue and redemption prices of Units as a result of the novel coronavirus (“**COVID-19**”).

In the March Notice, you were informed that a temporary measure was being implemented by the Manager until further notice to allow the issue and redemption prices of Units in the Sub-Fund to be adjusted by an amount that exceeds the limit (as disclosed in the Explanatory Memorandum) of 1% of the Net Asset Value per Unit of the relevant Class being subscribed for or redeemed (as the case may be). Such temporary measure came into effect on 27 March 2020 and was intended to allow the Manager to fairly and equitably reflect the increased dealing costs that may be incurred by the Sub-Fund arising from the considerably wider bid/offer spread of the assets in which the Sub-Fund invests due to the market turbulence caused by COVID-19.

In light of the reduced market volatility evident in current markets, the Manager has determined to cease using such temporary measure with effect as of the date of this notice. Accordingly, as of the date of this notice, any adjustment applied by the Manager to the issue and redemption prices of Units to reflect the dealing costs that may be incurred by the Sub-Fund and the estimated bid/offer spread of the Sub-Fund’s investments, shall not exceed 1% of the Net Asset Value per Unit of the relevant Class being subscribed for or redeemed (as the case may be).



It is the Manager's view that it is no longer necessary to have such temporary measure in place to allow the issue and redemption prices of Units to be adjusted beyond the limit disclosed in the Explanatory Memorandum.

If you have any queries on the content of this notice, please contact Lorraine Tang by telephone on +852 2169-2100, by email at marketing@incomepartners.com or by post to Income Partners Asset Management (HK) Limited at Suites 3503-4, Cambridge House, Taikoo Place, 979 King's Road, Quarry Bay, Hong Kong.

Income Partners Asset Management (HK) Limited, as manager of the Sub-Fund, accepts full responsibility for the accuracy of the information contained in this notice.

For and on behalf of
Income Partners Managed Volatility High Yield Bond Fund