



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.

Words and phrases used in this notice shall, unless otherwise provided, have the same meanings as ascribed to them in explanatory memorandum for the Fund dated September 2022, the addendum dated 3 March 2023, the 2nd addendum dated 13 October 2023, the 3rd addendum dated 22 February 2024, the 4th addendum dated 30 April 2025, the 5th addendum dated 25 June 2025 and the 6th addendum dated 1 August 2025 as amended and supplemented from time to time (the “Explanatory Memorandum”).

1 August 2025

Dear Unitholders,

We, Income Partners Asset Management (HK) Limited, the manager of the Fund and Sub-Fund (the “**Manager**”), are writing to inform you of the following updates / changes with respect to the Fund and the Sub-Fund.

Updates with respect to the proposed change of services provides as detailed in the notice to Unitholders dated 29 November 2024

In the Notice to Unitholders dated 29 November 2024 (“**Notice**”), the Manager proposed the following changes to the Fund and the Sub-Fund:-

1. Change of Administrator, Registrar and Processing Agent of the Fund and the Sub-Fund (the “**Service Providers**”), being the proposed appointment of Apex Fund Services (Singapore) Pte. Ltd. (as Administrator) and Apex Fund Services (HK) Limited (as Registrar and Processing Agent) (collectively, “**Apex**”), in place of Citibank, N.A., Hong Kong Branch (as administrator) and Citicorp Financial Services Limited (as registrar and processing agent) (collectively, “**Citi**”), as the Service Providers of the Fund and the Sub-Fund (the “**Change of Administrator, Registrar and Processing Agent**”). As a result of the Change of Administrator, Registrar and Processing Agent, the fees payable to Apex as the new Administrator, Registrar and Processing Agent of the Fund and the Sub-Fund would also be increased (collectively, the “**Proposed Change of Administrator, Registrar and Processing Agent and Consequential Fee Increase**”); and
2. Increase of fees payable to the Trustee and Custodian by the Fund and the Sub-Fund.



As stated in the Notice, the Proposed Change of Administrator, Registrar and Processing Agent and Consequential Fee Increase was contingent upon Apex obtaining the regulatory approval in the Mainland China to attend to necessary administrative matters for the Sub-Fund. These changes were originally scheduled to take effect from 1 January 2025, or such later date as may be advised by the Manager (the “**Effective Date**”).

As at the date of this Notice, Apex has not obtained the required regulatory approvals. Accordingly, the Manager has decided not to proceed with the Proposed Change of Administrator, Registrar and Processing Agent and Consequential Fee Increase.

However, the Increase of fees payable to the Trustee and Custodian by the Fund and the Sub-Fund took effect on 1 January 2025 and will continue to apply.

The Manager has agreed alternative arrangements with Citi, and Citi has agreed to continue serving as the Trustee, Custodian, Administrator, Registrar and Processing Agent of the Fund and the Sub-Fund under the fee levels outlined below:-

a. Fees payable to the Trustee and Custodian by the Fund which took effect and on 1 January 2025 will continue to apply

Trustee Fee	<p>0.0075% per annum of the Net Asset Value of the Sub-Fund, subject to a minimum annual fee of <u>USD20,000</u>.</p> <p>The Trustee also charges a compliance monitoring fee of 0.01% per annum of the Sub-Fund's Net Asset Value, subject to a minimum annual fee of USD1,500.</p> <p>[Note: the compliance monitoring fee of 0.01% per annum of the Sub-Fund's Net Asset Value, subject to a minimum annual fee of USD1,500, which is currently payable to the current Administrator, Citibank, N.A., Hong Kong Branch, will be payable to the Trustee for the provision of relevant services.]</p>
Custodian Fee	<p>The Custodian is entitled to (among others) safekeeping fees at a rate of up to 0.075% per annum of the market value of the Sub-Fund (inclusive of a safekeeping fee charged by the Custodian at a rate of 0.06% per annum of the market value of the Sub-Fund for custody services in respect of the Bond Connect Scheme), subject to a minimum monthly fee of <u>USD5,000</u>. The Custodian is entitled to transaction fees and other service fees at customary market rates. Such fees will be calculated monthly and will be paid monthly in arrears, out of the assets of the Sub-Fund. The Custodian will be entitled to reimbursement by the Sub-Fund for any out-of-pocket expenses incurred in the course of its duties.</p>

b. Fees payable to the Administrator, Registrar and Processing Agent will remain at the fee levels prior to the Effective Date



Administrator Fee	<p>The Administrator is entitled to an administration fee at 0.1% per annum for the first USD250 million of the Net Asset Value of the Sub-Fund and 0.08% per annum for the remaining balance of the Net Asset Value of the Sub-Fund, subject to a minimum monthly fee of USD6,000.</p> <p>The Administrator also charges a compliance monitoring fee of 0.01% per annum of the Sub-Fund's Net Asset Value, subject to a minimum annual fee of USD1,500 and a financial statement preparation fee of USD5,000 per financial statement.</p> <p>The Administrator will also be entitled to reimbursement by the relevant Sub-Fund for any out-of-pocket expenses incurred in the course of its duties wholly and exclusively in respect of the relevant Sub-Fund.</p> <p>[Note: The compliance monitoring fee of 0.01% per annum of the Sub-Fund's Net Asset Value, subject to a minimum annual fee of USD1,500 is payable to the Trustee for the provision of the relevant service.]</p>
Registrar and Processing Agent Fee	<p>The Processing Agent is entitled to, among others, transaction fees and account maintenance fee at customary market rates, payable out of the assets of the Sub-Fund, subject to a minimum monthly fee of USD500.</p>

(collectively, the “**Applicable Fee Levels**”)

In view that Apex has not obtained the necessary regulatory approval and the new agreed fee rates with Citi as the Trustee, Custodian, Administrator, Registrar and Processing Agent of the Fund and the Sub-Fund, Income Partners considers that retaining Citi as the Trustee, Custodian, Administrator, Registrar and Processing Agent of the Fund and the Sub-Fund would not be materially prejudicial to the Fund and the Sub-Fund or its existing investors.

Change in address of the Manager

The address of the Manager (i.e., Income Partners Asset Management (HK) Limited) has changed to “*Flat D, 21/F, AXA Southside, 38 Wong Chuk Hang Road, Wong Chuk Hang, Hong Kong*” (the “**New Address**”).

Accordingly, enquiries and complaints concerning the Fund and the Sub-Fund (including information concerning subscription and redemption procedures and the current net asset value of the Sub-Fund) should be directed to the Manager at the New Address or by electronic mail at marketing@incomepartners.com or by phone at +852 2169 2100.

The Explanatory Memorandum will be amended by way of a sixth addendum on or around 1 August 2025 (the “**Target Issuance Date**”). The updated Product Key Fact Statement of the Sub-Fund



reflecting the Applicable Fee Levels is also expected to be issued upon or around the Target Issuance Date.

The revised Explanatory Memorandum and the Product Key Facts Statement of the Sub-Fund will be available on the Manager's website (www.incomepartners.com¹) on or around the Target Issuance Date. The revised Explanatory Memorandum and the Product Key Facts Statement of the Sub-Fund may also be inspected free of charge during normal business hours on any day (excluding Saturdays, Sundays and public holidays) at the office of the Manager (see address below) and a copy may be obtained from the Manager's address at a reasonable fee.

If you have any queries or require further information in relation to any aspect of this Notice, please contact the Manager at Flat D, 21/F, AXA Southside, 38 Wong Chuk Hang Road, Wong Chuk Hang, Hong Kong or by electronic mail at marketing@incomepartners.com or by phone at +852 2169 2100.

The Manager 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

¹ Please note that this website has not been reviewed or authorised by the SFC and may contain information on funds not authorised by the SFC.