



# INCOME PARTNERS

INCOME PARTNERS STRATEGY FUND  
(the “Fund”)

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

## NOTICE TO UNITHOLDERS

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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 December 2019.

27 March 2020

Dear Unitholders,

### **Temporary Measure Allowing the Manager to Exceed the Price Adjustment Limit for Issue and Redemption Prices due to Impact of Novel Coronavirus**

We are writing to inform you that Income Partners Asset Management (HK) Limited, the manager of the Sub-Fund (the “**Manager**”), has decided to impose a temporary change regarding the adjustment of issue and redemption prices of Units in the Sub-Fund as a result of the extreme market volatility arising from the novel coronavirus (“**COVID-19**”) outbreak.

Currently, the Manager may in exceptional circumstances and with a view to protecting the interests of Unitholders, adjust the issue and redemption price of Units by adding (in the case of an issue price) or subtracting (in the case of a redemption price) fiscal and purchase charges to reflect the dealing costs that may be incurred by the Sub-Fund and the estimated bid/offer spread of the assets in which the Sub-Fund invests. In either case, the explanatory memorandum of the Sub-Fund dated December 2019 (the “**Explanatory Memorandum**”) provides that any such adjustment shall not exceed 1% of the Net Asset Value per Unit of the relevant Class. This mechanism assists the Manager to ensure that the Net Asset Value of the Sub-Fund is fairly reflected and that all Unitholders are treated on a fair and equitable basis.

In light of the ongoing economic uncertainty and severe adverse liquidity impact arising from COVID-19, the Manager has determined that reliance on the abovementioned maximum adjustment limit of 1% of the Net Asset Value of the relevant Units being redeemed is not adequate to fairly and equitably address the dealing costs that may be incurred by the Sub-Fund in liquidating fixed income securities in the current extreme market conditions.

Accordingly and with immediate effect, the Manager has determined to adjust issue and redemption prices by an amount that exceeds the 1% limit currently disclosed in the Explanatory Memorandum until further notice. The adjustment applied will be in an amount which reflects the dealing costs that may be incurred by the Sub-Fund and the estimated bid/offer spread of the assets in which the Sub-Fund invests.



This temporary change is permitted to be made on an expedited basis pursuant to the “Frequently Asked Questions on Post Authorization Compliance Issues of SFC-Authorized Unit Trusts and Mutual Funds” dated 25 March 2020 issued by the Securities and Futures Commission in light of recent market developments as a result of COVID-19.

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](mailto:marketing@incomepartners.com) or by post to Income Partners Asset Management (HK) Limited, Suite 3311-3313, Two International Finance Centre, 8 Finance Street, Central, Hong Kong SAR.

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**