



INCOME PARTNERS

INCOME PARTNERS INVESTMENT FUND

(the “Fund”)

INCOME PARTNERS RMB 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.

29 April 2020

Dear Unitholders,

We, Income Partners Asset Management (HK) Limited, the manager of the Sub-Fund (the “**Manager**”), are writing to inform you of the following amendments to the Sub-Fund’s offering documents:

1. Amendments to Clarify Applicable Regulatory Requirements

As notified to Unitholders on 31 December 2019, the Sub-Fund’s explanatory memorandum (“**Explanatory Memorandum**”) was amended in December 2019 to comply with certain updated requirements under the Overarching Principles Section and Section II - Code on Unit Trusts and Mutual Funds of the Securities and Futures Commission’s Handbook for Unit Trusts and Mutual Funds, Investment-Linked Assurance Schemes and Unlisted Structured Investment Products (the “**Code**”) issued by the Securities and Futures Commission regarding relevant regulatory and disclosure requirements.

The Explanatory Memorandum has been further revised to clarify the following matters in order to reflect existing requirements under the Code:

- (i) specific investment restrictions under the Code that are applicable to the Sub-Fund, as stated under paragraph (d) of the section titled “Investment Restrictions” of the Explanatory Memorandum and in the last paragraph of the section titled “Investment Restrictions” of the Explanatory Memorandum; and
- (ii) how unclaimed redemption proceeds or other cash held by the trustee of the Sub-Fund would be treated in the event of the Sub-Fund’s termination.

2. Amendments to Clarify that the Sub-Fund will not Invest through Direct Access to the China Interbank Bond Market

Previously, the Explanatory Memorandum and key facts statement (“**KFS**”) of the Sub-Fund provided that the Sub-Fund may invest all or substantially all of its assets in RMB-denominated fixed income securities issued within the PRC directly through (i) the Manager’s RQFII (as defined in the Explanatory Memorandum) quota, (ii) Bond Connect and/or through direct



access with respect to the China interbank bond market and/or (iii) other means as may be permitted by the relevant regulations from time to time.

In relation to (ii) above, the Manager has clarified in the revised Explanatory Memorandum and KFS that assets of the Sub-Fund may be invested in the China interbank bond market using Bond Connect and/or the Manager's RQFII quota (but not via direct access to the China interbank bond market). Accordingly, references to the Sub-Fund using such direct access to the China interbank bond market have been removed in the revised Explanatory Memorandum and KFS. For the avoidance of doubt, assets of the Sub-Fund may also continue to be invested in the China exchange traded bond market through the Manager's RQFII quota.

Unitholders should note that this clarification (i) does not result in any material change to the Sub-Fund or its investment objective, strategy or policies, (ii) does not have a material change or increase the overall risk profile of the Sub-Fund and (iii) does not have a material adverse impact on Unitholders' rights or interests.

3. Change of the Sub-Fund's Representative Unit Class from Class 2B (Distribution) Units to Class 2B (Accumulation) Units with respect to Past Performance Information in the KFS

Prior to April 2020, the past performance information set out under the section of the Sub-Fund's KFS titled "How has the Fund Performed?" related to Class 2B (Distribution) Units (being the largest unit class then offered to the public in Hong Kong) as the most appropriate representative unit class.

Unitholders should note that, from April 2020 onwards, Class 2B (Accumulation) Units are viewed by the Manager as the most appropriate representative unit class, as Class 2B (Accumulation) Units is the largest unit class currently offered to the public in Hong Kong, is broadly representative of the Sub-Fund's performance and is denominated in the base currency of the Sub-Fund. Accordingly, the past performance information set out under the section of the Sub-Fund's KFS titled "How has the Fund Performed?" will relate to Class 2B (Accumulation) Units from April 2020 onwards.

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The revised Explanatory Memorandum and the revised KFS are available on the Manager's website (www.incomepartners.com).

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, Suite 3311-3313, Two International Finance Centre, 8 Finance Street, Central, Hong Kong SAR.

The Manager accepts full responsibility for the accuracy of the information contained in the Notice.

For and on behalf of

Income Partners RMB Bond Fund