

# Value Partners China Greenchip Fund Limited

(Incorporated as an exempted company in the Cayman Islands with limited liability)

## INCOME STATEMENT

FOR THE YEAR ENDED 31ST DECEMBER 2004

	Note	2004 HK\$	2003 HK\$
<b>Income</b>			
Dividends		13,056,353	16,169,164
Interest on investments		80,970	774,020
Interest on bank deposits		1,144,331	249,271
Other income		432,051	2,604
		<u>14,713,705</u>	<u>17,195,059</u>
<b>Expenses</b>			
Management fee	3(a)	8,645,063	6,442,234
Performance fee	3(b)	1,234,508	37,142,088
Underwriting fee	3(c)	308,627	9,285,522
Custodian, transaction handling and fund services fee		1,045,821	904,627
Directors' fee		320,000	320,000
Auditors' remuneration		231,366	214,278
Legal and professional fees		258,144	1,011,377
Other operating expenses		550,701	510,473
		<u>12,594,230</u>	<u>55,830,599</u>
Net income/(loss) before investment and exchange gains/losses		<u>2,119,475</u>	<u>(38,635,540)</u>
<b>Investment and exchange gains/losses</b>			
Net realised gain on sale of available-for-sale securities		117,693,703	160,435,453
Net realised gain on sale of derivative financial instruments		1,375,126	-
Net change in unrealised appreciation/depreciation in value of available-for-sale securities		(107,789,729)	196,297,769
Net change in unrealised appreciation/depreciation in value of derivative financial instruments		(840,549)	-
Net exchange loss		(587,411)	(307,242)
		<u>9,851,140</u>	<u>356,425,980</u>
Net income before taxation		11,970,615	317,790,440
Taxation	5	-	(56,087,920)
Net income for the year		<u>11,970,615</u>	<u>261,702,520</u>
Basic earnings per share	8	<u>0.39</u>	<u>8.52</u>