

Prusik Asia Fund



LONG ONLY ABSOLUTE RETURN INVESTING IN ASIA

PRUSIK

30 April 2016

Monthly Fund Fact Sheet

Investment Objective

To preserve capital and generate absolute returns over a full economic cycle by investing in listed equities in Asia Pacific ex-Japan, whilst maintaining portfolio volatility significantly below the peer group.

Fund Facts

Fund Size (USD)	61.7m
Launch Date	7 October 2005
Fund Manager	Heather Manners
Fund Structure	UCITS III
Domicile	Dublin
Currencies	USD (base), GBP, SGD

Performance (%)

	A USD	U GBP
1 Month	1.44	-0.15
3 Month	7.27	5.24
Year to Date	-2.29	-0.71
Since Launch	91.16	13.94
Since Launch †	6.32	4.72

Source: Bloomberg.

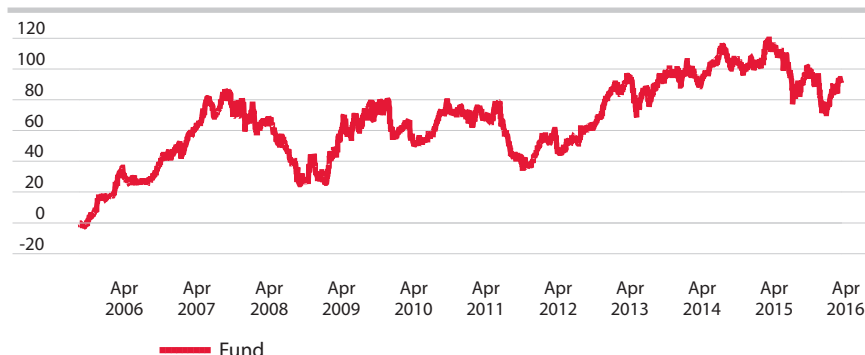
Launch Date: A: 07.10.05, U: 13.07.13

† Annualised Since Launch Performance

Investment Process

With anomalies as a start point, the investment process seeks to identify and invest in key 'themes' in the Pacific region. Our themes are driven by factors outside of the normal economic cycle and are not yet discounted by the market. Companies are identified and chosen via rigorous bottom-up analysis with emphasis on traditional value and high ROCE. Cash and Index Futures are used when opportunities are few and to reduce portfolio volatility.

Fund Performance - Class A USD (%)



Source: Bloomberg. Total return net of fees.

Fund Manager Commentary

Over April the MSCI Asia Pacific ex Japan index was broadly flat whilst the Prusik Asia Fund rose 1.4%. Vietnam, India and Australia all did well. In Australia both our newly added stocks, **Treasury Wine Estates** and **Newcrest Mining**, have been very positive contributors since purchase and this month was no exception, with a good move in **Newcrest** being one of the month's highlights. Vietnamese jewellery retailer **Phu Nhuan Jewellery** and Vietnamese insurance company, **Bao Viet Holdings**, were also top contributors.

On the negative side, smart textiles company, **Pacific Textiles**, and battery maker, **LG Chem**, were disappointing. The former is coming under pressure after one of its larger customers, **Fast Retailing** (more commonly known as Uniqlo) in Japan, suffered from an inventory build up. Virtual reality headset producer **HTC** had a difficult month, correcting after a strong run up. The flow of announcements of tie-ups the company is doing to launch the Vive VR headset, however, is impressive. We believe Vive is the strongest candidate for industrial uses of VR but would recommend anyone who has the opportunity to try this incredible entertainment experience to do so. We believe it will be a hugely important technology.

We are undertaking some small shifts in the portfolio. In particular we are reducing exposure to smart textiles theme. The risks here, which include more inventory issues as competition amongst the competitors builds, new signs of a slowing economy in the USA and delay of the Trans Pacific Partnership trade agreement outweigh the possible upside at current valuations.

We are instead adding to two of our favourite themes for 2016:

Solar panel manufacturing capacity is rising sharply this year giving a huge volume boost to the handful of companies who supply niche and high barrier to entry products (such as solar glass) to this sector. Equally we are certain that the electric/intelligent vehicle theme, which has already done well this year, has only just got started. Japan has pledged to have 50,000 driverless taxis on the roads by the 2020 Olympics, whilst the recent and hugely successful Tesla launch of the Model 3 paves the way for the passenger EV market.

All data as at 30.04.16. Source: Prusik Investment Management LLP, unless otherwise stated.

Prusik Asia Fund



Top 5 Holdings (%)

Newcrest Mining Limited	5.5
AIA Group Ltd	5.1
Phu Nhuan Jewelry	4.9
Beijing Capital International Airport	4.8
Vietnam Dairy Products	4.8
Total Number of Holdings	29

Portfolio Financial Ratios

Predicted Price/Earnings Ratio	17.4x
Predicted Return on Equity (%)	15.3

Risk Metrics

Beta	0.61
Alpha	2.18
Sharpe Ratio	0.45
Volatility (%)	14.07

Thematic Breakdown (%)

Vietnam	24.3	<div></div>
Smart Textiles	12.7	<div></div>
Financials	11.9	<div></div>
Infrastructure/Logistics/Property	11.2	<div></div>
Local Brands	9.9	<div></div>
Internet	8.2	<div></div>
Leisure/Tourism	5.5	<div></div>
Other	5.5	<div></div>
Electric Car	3.6	<div></div>
Telecoms	3.1	<div></div>
Healthcare	2.5	<div></div>
Virtual Reality	2.1	<div></div>
Cash	-0.4	<div></div>

Geographical Breakdown (%)

Hong Kong/China	41.7	<div></div>
Vietnam	24.3	<div></div>
Australia	11.1	<div></div>
India	6.5	<div></div>
Taiwan	4.4	<div></div>
Korea	3.6	<div></div>
Thailand	3.4	<div></div>
Philippines	2.9	<div></div>
Indonesia	2.5	<div></div>
Cash	-0.4	<div></div>

All data as at 30.04.16. Source: Prusik Investment Management LLP, unless otherwise stated.

Management Fees

Annual Management Fee

1.5% p.a. Paid monthly in arrears

Class U - 1% p.a. Paid monthly in arrears

Performance Fee

All Classes except Class U: 10% NAV appreciation with a 6% hurdle annually

Class U: 10% of the net out-performance of the MSCI Asia Pacific ex-Japan Index with a high-water mark paid quarterly

Dealing

Dealing Line	+353 1 603 6490
Administrator	Brown Brothers Harriman (Dublin)
Dealing Frequency	Daily
Min. Initial Subscription	USD 10,000
Subscription Notice	1 business day
Redemption Notice	1 business day

Share Class Details

Share Class	Sedol	ISIN	Month-end NAV
A USD Unhedged Non distributing	B0MDR72	IE00B0M9LK15	191.16
B USD Unhedged Distributing	B0M9LL2	IE00B0M9LL22	191.28
C GBP Hedged Distributing	B18RM25	IE00B18RM256	105.30
D SGD Hedged Distributing	B3LYLK8	IE00B3LYLK86	266.15

Performance fee based on individual investor's holding

U GBP Unhedged Distributing	BBQ37S6	IE00BBQ37S60	113.94
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Performance fee based on fund performance as a whole

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