

# Prusik Asia Fund



PRUSIK

LONG ONLY ABSOLUTE RETURN INVESTING IN ASIA

31 March 2015

Quarterly 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)	90.7m
Launch Date	7 October 2005
Fund Manager	Heather Manners
Fund Structure	UCITS III
Domicile	Dublin
Currencies	USD (base), GBP, SGD

## Performance (%)

	A USD	C GBP	D SGD
1 Month	1.23	1.71	1.34
3 Month	2.90	3.46	3.13
Year to Date	2.90	3.46	3.13
Since Launch	107.43	65.01	14.87
Since Launch <sup>†</sup>	8.00	5.91	2.70

Source: Bloomberg.

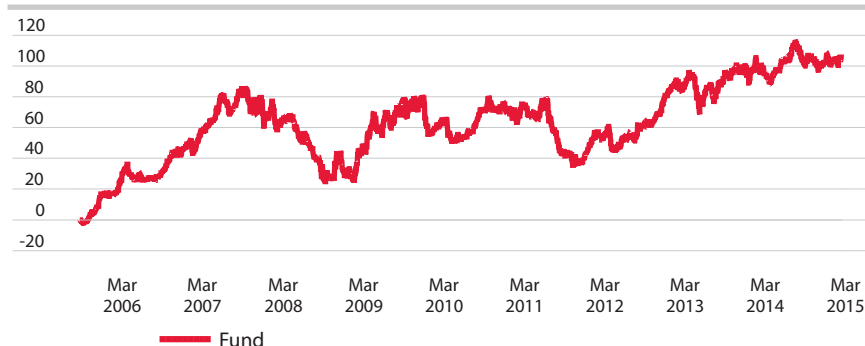
Launch Date: A: 07.10.05, C: 14.07.06, D: 15.01.10

<sup>†</sup>Annualised Since Launch Performance

## Investment Process

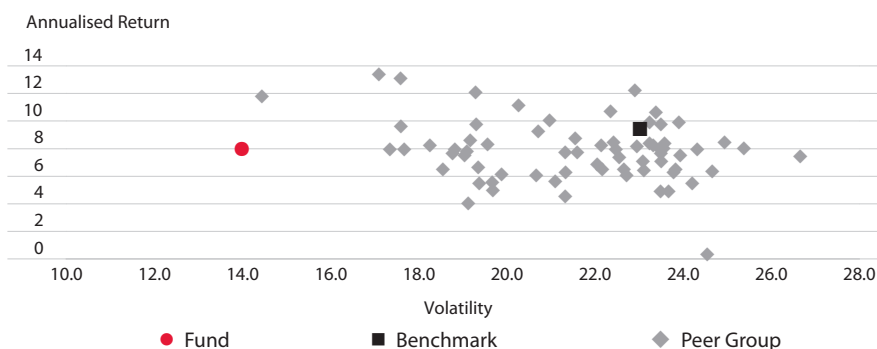
With anomalies as a start point, the investment process seeks to identify and invest in key 'themes' in the Pacific region. Our themes are driven by factors outside of the normal economic cycle and are not yet discounted by the market. Companies are identified and chosen via rigorous bottom-up analysis 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.

## Risk Adjusted Performance - Class A USD (%)



Source: Bloomberg. Annualised return and 1 year volatility versus the peer group (open ended offshore Asia Pacific ex Japan Equity Fund Index), 7.10.05 to 31.03.15

## Fund Manager Commentary

In March the fund rose 1.23% which compares well with the index which registered a small decline. The fund is benefitting from the restructuring of the portfolio and many of the top contributors to this month's performance were our newer positions such as Indonesian property and healthcare company **Lippo Karawaci**. But in particular, we saw strong performance from the 'smart textiles' companies, especially **Shenzhou International** in Hong Kong and Taiwan listed **Feng Tay** and **Eclat**.

Many have seen a sales surge in the past 2 months, whilst very good numbers from Nike and LuluLemon, have also stimulated more interest in these companies. Although this sector stands to benefit significantly from the stronger dollar, lower oil price and trends in fashion towards athletic wear and 'technology' textiles, we are now also witnessing the beginning of the real growth story for this sector. Traditional casual wear brands, such as Levis and Anne Taylor, are starting to adopt these new textiles, creating new products such as jeans you can jog in. The casual wear segment is 8 times bigger than the sportswear industry, which makes it a very important development.

The Hong Kong index was notably firmer as the month drew to a close and this performance has continued into April, driven by very strong buying from the mainland. This has benefitted quite a few of our holdings, especially the infrastructure and travel related companies.

All data as at 31.03.15. Source: Prusik Investment Management LLP, unless otherwise stated.

# Prusik Asia Fund



## Top 5 Holdings (%)

AIA Group	3.6
Shenzhou International Group	3.5
Hutchison Telecommunications	3.1
Siam Cement	3.1
Bank Rakyat Indonesia	3.1
Total Number of Holdings	41

## Portfolio Financial Ratios

Predicted Price/Earnings Ratio	15.2x
Predicted Return on Equity (%)	16.9
Predicted Earnings Growth (%)	20

## Risk Metrics

Beta	0.57
Alpha	2.6
Sharpe Ratio	0.57
Volatility (%)	14.0
% of the portfolio which could be sold in 2 business days	81.9

## Thematic Breakdown (%)

Infrastructure / Logistics / Property	24.2	
Financialisation	15.2	
Smart Textiles	13.2	
Local Brands	12.9	
Automation / Internet of Things	9.3	
Leisure / Tourism	7.5	
Internet	6.7	
Telecomms	6.1	
Cash	2.6	
Healthcare	2.3	

## Geographical Breakdown (%)

Hong Kong / China	33.0	
Korea	15.0	
Taiwan	12.3	
Vietnam	9.6	
Indonesia	9.3	
India	8.8	
Thailand	5.4	
Cash	2.6	
Singapore	2.5	
Australia	1.4	

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## 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 (MXAJP) 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	207.43
B USD Unhedged Distributing	B0M9LL2	IE00B0M9LL22	207.55
C GBP Hedged Distributing	B18RM25	IE00B18RM256	113.94
D SGD Hedged Distributing	B3LYLK8	IE00B3LYLK86	286.12

Performance fee based on individual investor's holding

U GBP Unhedged Distributing	BBQ37S6	IE00BBQ37S60	122.25
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Performance fee based on fund performance as a whole

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