

Prusik Asia Fund



LONG ONLY ABSOLUTE RETURN INVESTING IN ASIA

PRUSIK

31 March 2014

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)	75.4m
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	-0.56	-0.53	-0.58
3 Month	-0.77	-0.77	-0.71
Year to Date	-0.77	-0.77	-0.71
Since Launch	97.90	55.79	9.71
Since Launch [†]	8.54	6.05	2.30

Source: Bloomberg.

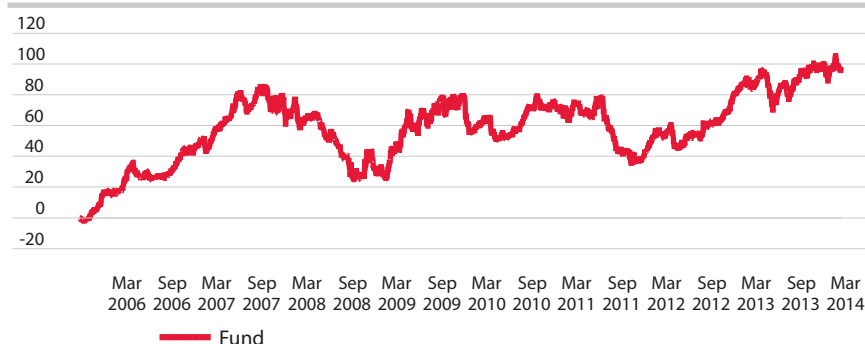
Launch Date: A: 07.10.05, C: 14.07.06, D: 15.01.10

[†]Annualised Since Launch Performance

Investment Process

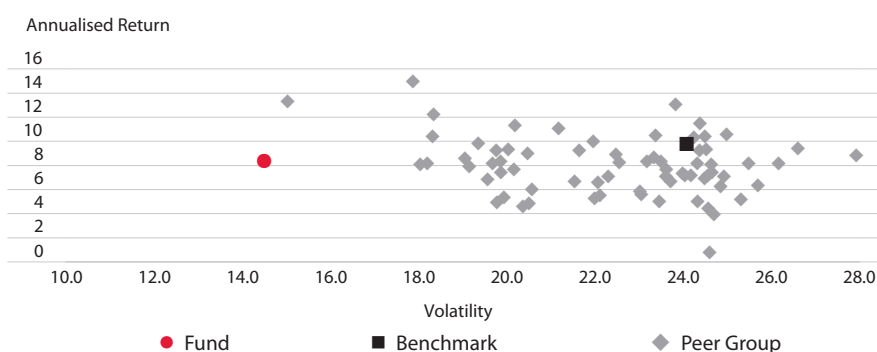
With anomalies as a start point, the investment process seeks to identify and invest in key 'themes' in the Pacific region. Our themes are driven by factors outside of the normal economic cycle and are not yet discounted by the market. Companies are identified and chosen via rigorous bottom-up analysis 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 31.03.14

Fund Manager Commentary

March saw a sharp reversal in most of the trends we have been seeing year to date. Although the overall index rose during March, China and Hong Kong took the brunt of selling from a geographical perspective, particularly the 'growth' stocks where aggressive selling was most noticeable. As a result, North Asia, small caps, internet companies, Macao gaming companies and some technology companies all suffered severe corrections whilst South East Asia (especially Vietnam) and the larger defensive, 'value' index constituents all did better. The fund therefore had a slightly disappointing month.

We are long terms fans of Vietnam and remain overweight here, and we have recently added to our Indian exposure. We are not convinced the story is over for growth stocks. We believe investors will increasingly need to seek out areas where Asia is offering genuine high returns, regardless of the economic cycle. We have taken the volatility as an opportunity to upgrade some of our portfolio. We have sold some of our internet exposure that had done well and added to our automation and LED themes as well as buying **PCCW** which is a considerably undervalued Hong Kong based telecom and multimedia company with a 6% dividend yield. We are most interested in the company's ambitions for use of data.

All data as at 31.03.14. Source: Prusik Investment Management LLP, unless otherwise stated.

Prusik Asia Fund



Top 5 Holdings (%)

Kinh Do Corporation	3.6
Hotel Shilla	3.4
Cheung Kong Holdings	3.4
Haier Electronics	3.3
Coway Co. Ltd	3.2
Total Number of Holdings	47

Portfolio Financial Ratios

Predicted Price/Earnings Ratio	15.2x
Predicted Return on Equity (%)	18.4
Predicted Earnings Growth (%)	26.1

Risk Metrics

Beta	0.61
Alpha	2.4
Sharpe Ratio	0.58
Volatility (%)	14.5
% of the portfolio which could be sold in 2 business days	93.7

Thematic Breakdown (%)

Local Brands	22.8	
Telecoms/ Infrastructure / Logistics	19.8	
Internet	13.5	
Financialisation	11.7	
Automation/ Internet of things	9.9	
LED/Cloud Computing/Software	9.5	
Leisure/Tourism	7.7	
Healthcare	3.7	
Cash	1.6	

Geographical Breakdown (%)

Hong Kong/China	43.0	
Taiwan	13.9	
Korea	12.8	
Vietnam	10.8	
India	10.3	
Malaysia	2.3	
Thailand	2.1	
Australia	1.9	
Cash	1.6	
Indonesia	1.3	

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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	197.90
B USD Unhedged Distributing	B0M9LL2	IE00B0M9LL22	198.19
C GBP Hedged Distributing	B18RM25	IE00B18RM256	107.57
D SGD Hedged Distributing	B3LYLK8	IE00B3LYLK86	271.94

Performance fee based on individual investor's holding

N USD Unhedged Non distributing	B3LP510	IE00B3LP5101	198.09
O USD Unhedged Distributing	B3M40N3	IE00B3M40N30	190.36
P GBP Hedged Distributing	B3MWDD8	IE00B3MWDD86	105.99

Performance fee based on fund performance as a whole

U GBP Unhedged Distributing	BBQ37S6	IE00BBQ37S60	103.03
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Performance fee based on fund performance as a whole

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