

Prusik Asia Fund



LONG ONLY ABSOLUTE RETURN INVESTING IN ASIA

PRUSIK

31 July 2013

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)	64.0m
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	3.75	3.68	3.95
3 Month	-3.63	-3.67	-3.57
Year to Date	7.78	8.28	8.03
Since Launch	84.30	45.60	1.96
Since Launch †	8.13	5.47	0.55

Source: Bloomberg.

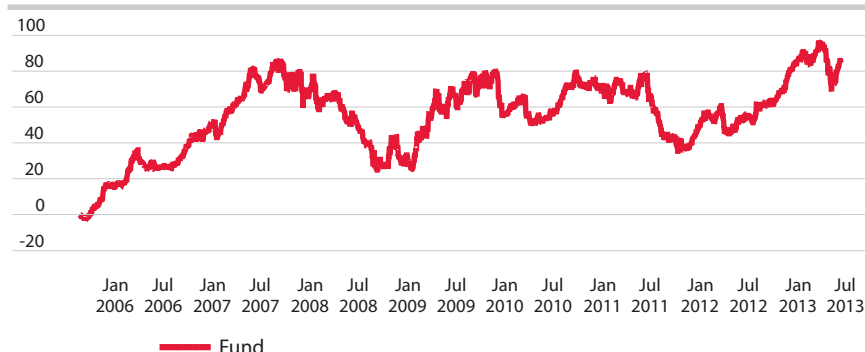
Launch Date: A: 07.10.05, C: 14.07.06, D: 15.01.10

† 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.

Fund Manager Commentary

After the correction of the past 2 months, stocks rallied in July. The fund outperformed, driven by good performance in Hong Kong, China and Korea. In particular our new positions in internet related companies in China did well, especially **Travelsky**, an online business connecting travel agencies to airlines, which is benefitting from the current boom in tourism. Tourism is one of our current major themes.

Elsewhere, **Baidu**, the major search engine in China which is now visibly benefitting from mobile search and **YY**, which is offering a socially interactive platform for live performance (and which is taking China's music industry by storm) did well too. **YY** is especially interesting, combining as it does, our culture and entertainment theme with the sharp growth in internet usage in China whilst using a socially interactive business model. It is also a company which is very aware of the opportunity afforded by data analysis.

There have been few changes to the fund in recent weeks. However, despite the correction last month, valuations could be more compelling and the selloff thus could continue over the summer. That being said, any further weakness should be viewed as an opportunity to buy. The average EPS forecast (as per Bloomberg) for the stocks held in the fund is 29.8% for the coming year and the average P/E is 13.1x. Due to our thematic approach we see less cyclical risk to the EPS forecast as our themes are well supported by other factors beyond the economies themselves.

All data as at 31.07.13. Source: Prusik Investment Management LLP, unless otherwise stated.

Prusik Asia Fund



Top 5 Holdings (%)

Travelsky Technology	4.4
Kinh Do Corporation	4.3
SK Telecom Co Ltd	4.1
Great Eagle Holdings	4.0
Haeir Electronics	3.9
Total Number of Holdings	43

Portfolio Financial Ratios

Predicted Price/Earnings Ratio	13.2x
Predicted Return on Equity (%)	15.6
Predicted Earnings Growth (%)	29.8

Risk Metrics

Beta	0.57
Alpha	2.9
Sharpe Ratio	0.55
Volatility (%)	14.7
% of the portfolio which could be sold in 2 business days	91.2

Thematic Breakdown (%)

Entertainment/Tourism	21.0	
Domestic Consumer	19.2	
Infrastructure	13.2	
Local Brands	10.1	
Vietnam	9.5	
Telecoms	8.3	
ASEAN Consumer	7.4	
China Internet	6.3	
Gold	2.5	
Cash	2.5	

Geographical Breakdown (%)

Hong Kong/China	42.7	
Korea	13.7	
Malaysia	9.6	
Vietnam	9.5	
Thailand	8.5	
Philippines	7.2	
India	4.3	
Cash	2.5	
Indonesia	1.9	

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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 4367 200
Administrator	Brown Brothers Harriman (Dublin)
Dealing Frequency	Weekly, Friday
Min. Initial Subscription	USD 10,000
Subscription Notice	2 business days
Redemption Notice	2 business days

Share Class Details

Share Class	Sedol	ISIN	Month-end NAV
A USD Unhedged Non distributing	B0MDR72	IE00B0M9LK15	185.68
B USD Unhedged Distributing	B0M9LL2	IE00B0M9LL22	185.75
C GBP Hedged Distributing	B18RM25	IE00B18RM256	255.82
D SGD Hedged Distributing	B3LYLK8	IE00B3LYLK86	255.82

Performance fee based on individual investor's holding

N USD Unhedged Non distributing	B3LP510	IE00B3LP5101	185.55
O USD Unhedged Distributing	B3M40N3	IE00B3M40N30	184.51
P GBP Hedged Distributing	B3MWDD8	IE00B3MWDD86	99.46

Performance fee based on fund performance as a whole

U GBP Unhedged Distributing	BBQ37S6	IE00BBQ37S60	97.69
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Performance fee based on fund performance as a whole

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