

# Prusik Asia Fund



LONG ONLY ABSOLUTE RETURN INVESTING IN ASIA

PRUSIK

30 June 2011

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

	175.6m
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	0.30	0.47	0.24
3 Month	0.65	0.77	0.49
Year to Date	-1.15	-0.98	-0.99
Since Launch <sup>†</sup>	71.37	35.02	-4.63
2010	-2.66	-3.00	-3.7
2009	26.59	23.20	-
2008	-20.84	-17.70	-
2007	21.88	21.69	-
2006	33.94	13.89	-
2005	8.86	-	-

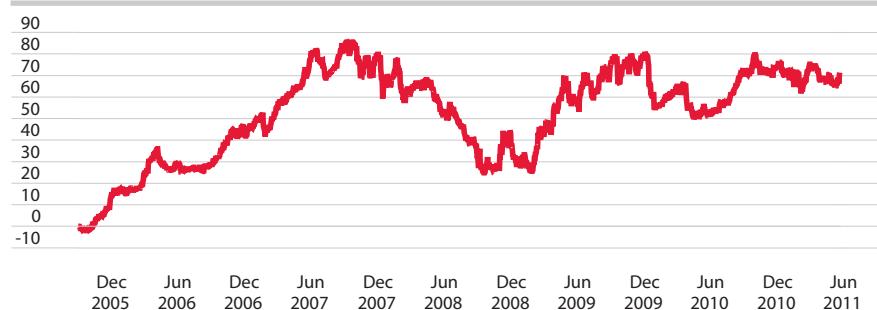
Source: Bloomberg

<sup>†</sup>Launch Date: A: 07.10.05, C: 14.07.06, D: 15.01.10

## Investment Process

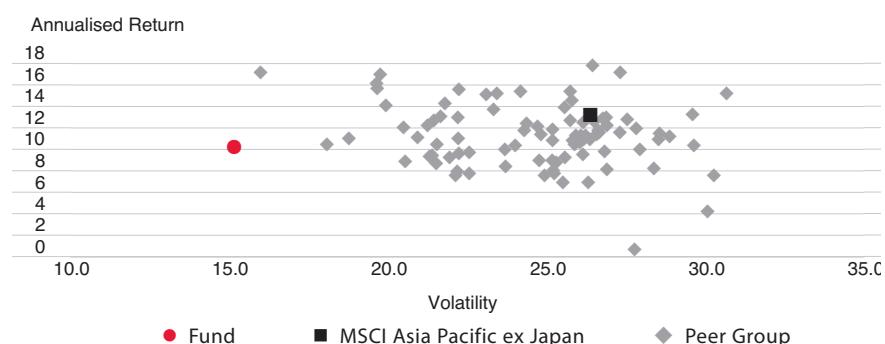
With anomalies as a start point, the investment process seeks to identify and invest in key 'themes' in the Pacific region. Our themes are driven by factors outside of the normal economic cycle and are not yet discounted by the market. Companies are identified and chosen via rigorous bottom-up analysis 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. Since launch: 07.10.05

## 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 Index Fund), 7.10.05 to 30.06.11.

## Fund Manager Commentary

The fund rose fractionally in June, by 0.3%. The market suffered a volatile month driven by fears over Greece, and fell by as much as 6.5% to the mid-month low before recovering most of the losses. The best contributors to performance were the China internet companies, Sina.com and Youku. Dynapack (batteries), Prince Housing (residential and hotels in Taipei), Celltrion (biosimilars), Neowiz Games (internet gaming) and Gome (consumption) were also positive contributors.

We reduced cash a little over the month. By mid-month, many of the charts, valuations, statistics and bearish sentiment started to suggest an extremely oversold situation, so most of the cash was deployed into topping up existing holdings and adding some new ones. New additions included Via Technologies (internet, TV and education), Lock and Lock and Standard Foods (both consumer).

Asia has recently triggered most of the usual quantitative signals we see before a good rally. Credit Suisse has one of the most reliable models for predicting such turns and their data shows Asia ex-Japan looking 17% undervalued, similar to the levels of undervaluation we saw at the lows in 2004 and 2010. At the time of writing Europe threatens to overwhelm Asia but the current selling capitulation may be a good buying opportunity.

We believe that our existing themes and companies will do well. We continue to favour the ASEAN domestic consumption theme, the automation of factories in China, healthcare, Taiwan domestic and internet themes.

All data as at 30.06.11. Source: Prusik Investment Management LLP, unless otherwise stated.

# Prusik Asia Fund



## Top 5 Holdings (%)

Petronas Chemicals Group	3.3
Titan Industries	3.2
UEM Land Holdings	3.2
Housing Development Finance	3.1
Prince Housing	3.0
Total Number of Holdings	38

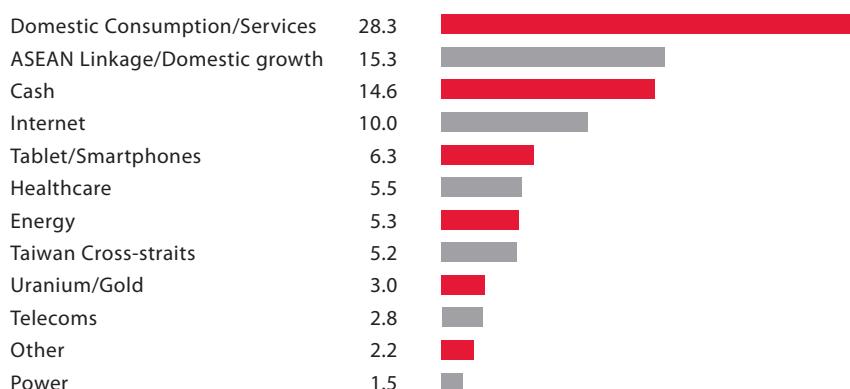
## Futures (%)

SET50 Future (Sep 2011)	-5.7
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## Portfolio Financial Ratios

Predicted Price/Earnings Ratio	14.6x
Predicted Return on Equity (%)	20.3
Predicted Earnings Growth (%)	17.0

## Thematic Breakdown (%)



## Geographical Breakdown (%)



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## Management Fees

Annual Management Fee  
1.5% p.a. Paid monthly in arrears

Performance Fee  
10% of NAV appreciation with a 6% hurdle

## Dealing

Dealing Line	+ 353 1 4367 200
Administrator	Citi Hedge Fund Services (Dublin)
Dealing Frequency	Weekly, Friday
Min. Initial Subscription	USD 100,000
Min. Subsequent 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	171.37
B USD Unhedged Distributing	B0M9LL2	IE00B0M9LL22	171.44
C GBP Hedged Distributing	B18RM25	IE00B18RM256	93.23
D SGD Hedged Distributing	B3LYLK8	IE00B3LYLK86	237.55
Performance fee based on individual investors' holding			
N USD Unhedged Non distributing	B3LP510	IE00B3LP5101	171.37
O USD Unhedged Distributing	B3M40N3	IE00B3M40N30	171.44
P GBP Hedged Distributing	B3MWDD8	IE00B3MWDD86	93.23
Q SGD Hedged Distributing	B3M3Z35	IE00B3M3Z357	N/A
Performance fee based on fund performance as a whole			

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