Prusik Asian Smaller Companies Fund

Long Only Absolute Return Investing in Asia

PRUSIK

31 January 2014

Monthly Fund Fact Sheet

Investment Objective

To preserve capital and generate absolute returns over a full economic cycle by investing primarily in Small Cap companies in Asia Pacific Ex-Japan, whilst maintaining portfolio volatility significantly below the peer group.

Fund Facts

Fund Size (USD)	185.3m
Launch Date	8 February 2008
Fund Manager	Heather Manners
Fund Structure	UCITS III
Domicile	Dublin
Currencies	USD (base), GBP, SGD

Performance (%)

	A USD	C GBP	D SGD
1 Month	0.21	0.20	0.24
3 Month	-1.74	-1.87	-1.66
Year to Date	0.21	0.20	0.24
Since Launch	65.71	68.04	21.62
Since Launch †	8.81	9.06	4.95

Source: Bloomberg.

Launch Date: A: 08.02.08, C: 25.03.08, 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

January was a good month for the Prusik Asia Smaller Companies Fund with the fund up slightly whilst the index fell 5.1%. The positive contributors to performance included the weighting in Vietnam, our holding in **Boyaa Interactive**, the Chinese online and mobile games company and our holding in **Interpark**, the Korean e-commerce company specialising in online ticket sales for concerts and online travel.

After 3 years of flattish returns for the MXAPJ we can understand why some investors might be persuaded to give up on the region. Indeed, the significant selling of 'index' companies in Asia in January suggested that many are. Thankfully, smaller companies were less impacted.

Asia is currently on 1.5x Price/Book, or within the bottom 20% of historical valuation levels; except in times of crisis, Asia rarely trades below 1.4x. The fund's forward earnings growth is currently estimated at 34.5%. This reflects our exposure to the fastest growing themes and trends in Asia, driven by structural change rather than the economic cycle, and our ability to invest easily in the sub $1 billion market cap range of companies.

In January we added **Bona Film**, the only listed cinema operator and movie production company in China. The Chinese government want to see the Chinese movie industry grow by over 30% pa between now and 2018. **Bona**, which has a strong movie pipeline, is well funded and confident it can meet this expansion target.

All data as at 31.01.14. Source: Prusik Investment Management LLP, unless otherwise stated.

Prusik Investment Management LLP
1st Floor 46 Hays Mews
London W1J 5QD

Mark Dwerryhouse
Tel: +44 (0)20 7297 6854
Mob: +44 (0)7831 856 066

Nazinna Douglas
Tel: +44 (0)20 7493 1331
Fax: +44 (0)20 7493 1770

Web: www.prusikim.co.uk
Email:enquiries@prusikim.co.uk

Prusik Asian Smaller Companies Fund

Top 5 Holdings (%)

Boyaa Interactive	4.0
Silverlake Axis	3.3
Rexlot Holdings	3.2
PC Home Online	3.1
Interpark Corporation	3.1
Total Number of Holdings	61

Portfolio Financial Ratios

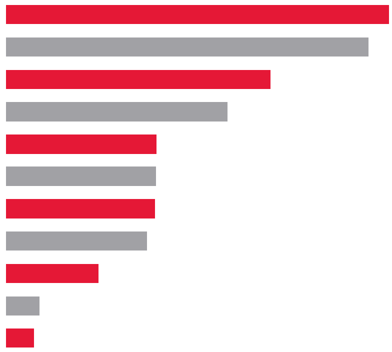
Predicted Price/Earnings Ratio	12.6x
Predicted Return on Equity (%)	18.4
Predicted Earnings Growth (%)	34.5

Risk Metrics

Beta	0.56
Alpha	7.2
Sharpe Ratio	0.62
Volatility (%)	14.2
% of the portfolio which could be sold in 2 business days	71.5

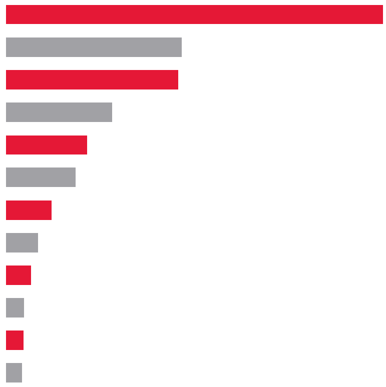
Thematic Breakdown (%)

Internet	19.4
Leisure/ Tourism	18.4
Brands	13.4
Telecoms/Infrastructure	11.2
Modern Retail	7.6
Energy Services	7.6
Financialisation	7.5
Vietnam	7.1
Beauty	4.7
Healthcare	1.7
Cash	1.4



Geographical Breakdown (%)

Hong Kong / China	33.2
Taiwan	15.5
Korea	15.2
Singapore	9.3
Vietnam	7.1
Philippines	6.1
Malaysia	4.0
Australia	2.8
India	2.2
Thailand	1.6
Sri Lanka	1.5
Cash	1.4



All data as at 31.01.14. Source: Prusik Investment Management LLP, unless otherwise stated.

Management Fees

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

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

Class U: 10% NAV appreciation with a 1.5% hurdle, 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	B2PKN21	IE00B2PKN210	165.71
B USD	Unhedged	Distributing	B2PKN32	IE00B2PKN327	165.86
C GBP	Hedged	Distributing	B2PKN43	IE00B2PKN434	86.29
D SGD	Hedged	Distributing	B3M3HJ5	IE00B3M3HJ55	227.98
Performance fee based on individual investor's holding					
U GBP	Unhedged	Distributing	BBQ37T7	IE00BBQ37T77	92.09
Performance fee based on fund performance as a whole					

All share classes are closed to new investors as of 30th September 2013.