

Prusik Asian Smaller Companies Fund



LONG ONLY ABSOLUTE RETURN INVESTING IN ASIA

PRUSIK

28 February 2013

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)	111.2m
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	3.73	3.92	3.73
3 Month	13.28	14.25	13.87
Year to Date	11.27	11.66	11.39
Since Launch†	71.16	74.55	25.55
2012	30.80	31.05	30.69
2011	-19.28	-19.86	-20.04
2010	16.43	16.90	7.90
2009	59.70	56.10	-
2008	-21.60	-18.40	-

Source: Bloomberg.

†Launch Date: A: 08.02.08, C: 25.03.08, 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: 08.02.08

Fund Manager Commentary

The fund was up 3.7% in February. Positive contributors to performance remained in the South East Asian countries with Philippine hypermarket **Puregold**, regional coffee brand **Super Group** and Thai property developer, **LPN**, leading the way. On the negative side the gold companies were disappointing, as was Chinese water brand **Tibet Water**.

We travelled during the month to Thailand, Singapore and Malaysia and visited over 28 companies. Our findings make us reasonably confident that the current strong and structural growth story in the region around Thailand remains on track. Indeed, more than half the companies we saw were expecting to beat consensus estimates in 2013. True, there are now some signs of frothiness both in the physical market (e.g. there are lots of new cars on the road in Bangkok!) and in the stock market (several of the large cap consumer plays are now on very high multiples). However, there is no doubt that most Thai companies now see the whole region around Thailand as their addressable client base. This is a total population of nearly 300 million people – the size of the USA! **Asia Sermkij Leasing** is a good example. It has identified key road and rail routes, both existing and planned, across the whole Greater Mekong sub-region and is planning to expand its truck and construction vehicle leasing presence accordingly. It is enjoying loan growth of 15-20%, is on a P/E of 9.5x and yields 7%.

All data as at 28.02.13. Source: Prusik Investment Management LLP, unless otherwise stated.

Prusik Asian Smaller Companies Fund



Top 5 Holdings (%)

Super Group Ltd	4.0
LPN Development	3.8
Airports of Thailand	3.7
Thai Tap Water Supply	3.5
Hemaraj Land Development	3.3
Total Number of Holdings	62

Portfolio Financial Ratios

Predicted Price/Earnings Ratio	12.2x
Predicted Return on Equity (%)	20
Predicted Earnings Growth (%)	19.4

Risk Metrics

Beta	0.55
Alpha	9.1
Sharpe Ratio	0.77
Volatility (%)	14.6
% of the portfolio which could be sold in 2 business days	84.5

Thematic Breakdown (%)

ASEAN Consumer	32.6	
ASEAN Infrastructure	17.0	
Infrastructure	8.8	
Oil Services	5.7	
Entertainment/Tourism	5.1	
Vietnam	4.9	
Singapore Office	4.6	
Local brands	4.6	
Gold	3.4	
Greater China Domestic	3.3	
Other	2.5	
Telecommunication	2.2	
Media	2.2	
Cash	1.6	
Domestic Infrastructure	1.5	

Geographical Breakdown (%)

Thailand	31.8	
Singapore	17.7	
Philippines	17.3	
Hong Kong/China	10.5	
Vietnam	4.9	
Korea	4.4	
Indonesia	3.8	
Malaysia	3.0	
India	2.9	
Australia	1.9	
Cash	1.6	

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Management Fees

Annual Management Fee	1.5% p.a. Paid monthly in arrears
Performance Fee	10% NAV appreciation with a 6% hurdle

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	171.16
B USD Unhedged Distributing	B2PKN32	IE00B2PKN327	171.33
C GBP Hedged Distributing	B2PKN43	IE00B2PKN434	89.63
D SGD Hedged Distributing	B3M3HJ5	IE00B3M3HJ55	235.36

Performance fee based on individual investors' holding

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