Prusik Asian Smaller Companies Fund

Long Only Absolute Return Investing in Asia

PRUSIK

30 April 2011

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)	88.3m
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	3.73	3.89	3.59
3 Month	6.63	6.00	6.40
Year to Date	4.34	3.35	4.07
Since Launch†	52.01	53.83	12.26
2010	16.43	16.90	7.90
2009	59.70	56.10	-
2008	-21.60	-18.40	-

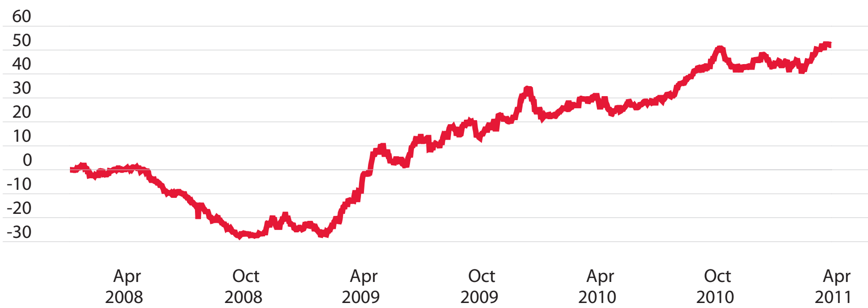
Source: Bloomberg.

†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. Since launch: 08.02.08.

Fund Manager Commentary

The Asian markets enjoyed a strong month in April as the huge additional surge of liquidity creation in Japan post the earthquake added fuel to the fire. Additional propulsion came from the weakness of dollar compared with most Asian currencies and a good results season.

Themes which did well included Thailand/ASEAN linkage where pre-election fever was strong amongst our 'up country' and property companies such as Hemeraj Land and Pruksa Real Estate. Elsewhere factory automation in China beneficiaries, Lumax, Airtac and China High Precision were all very strong, as was Korean handset touch-screen company, ELK.

We have made very few changes to the fund over the month but added some Taiwan domestic consumption exposure. These companies have become very cheap on a regional comparison basis but, with renewed catalysts in the form of individual travel permits for mainland Chinese visitors in the near future, could recover sharply.

One theme where we see renewed vigour in coming months is the Korean internet sector. The strong pipeline of new games this year is important but the sector is laboring under an 'ex-growth' label which we think is totally unwarranted for a number of reasons. Firstly, hours of usage is still rising as the population ages. This is an interesting observation in that the new 'older generation' are internet savvy whereas their predecessors were not! Secondly, thanks to the ubiquity of smartphones, mobile usage is exploding, adding to the hours spent per day online. In 6 months to Dec 2010 mobile search rose 900% and now comprises 4% of all search. Thirdly, smart TV is here meaning that TV usage will extend time online and help internet companies further capture ad spend away from traditional media. Fourthly, only 13% of SMEs and very few large companies currently advertise online. Fifthly, technology improvement means that advertisers can now get real feedback on who is seeing their ads and have a lot of information about them which can increase the value of the ads significantly. Finally, and perhaps not surprisingly, display ad rates have just risen 30%. As a result the industry growth rate for advertising should be nearer 25% than the 10-15% expected. We have added internet portal and services company Daum Communications.

The outlook remains good supported by strong growth. Inflation has threatened to spoil the party but even in China, the manufacturing PMI showed input prices falling for a second month in a row in April whilst the daily food price index fell to a level 9% below its early February highs.

Possible risks include a strengthening of the USD against regional currencies which is traditionally a time when Asian equities correct. Fundamentally however this should be a good buying opportunity in the region.

All data as at 30.04.11. Source: Prusik Investment Management LLP, unless otherwise stated.

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Prusik Asian Smaller Companies Fund

Top 5 Holdings (%)

Hemaraj Land and Development	2.8
Ara Asset Management	2.7
Alacer Gold	2.7
ELK Corporation	2.6
LPN Development	2.6
Total Number of Holdings	44

Futures (%)

Hang Seng Index Future (Apr 2011)	-5.3
MSCI Sing IX ETS (Apr 2011)	-2.5
KOSPI2 Index Future (Jun 2011)	-1.4
MSCI Taiwan Index (Apr 2011)	-3.5

Portfolio Financial Ratios

Price/Book Value	2.4x
Price/Earnings Ratio	14.7x
Predicted Price/Earnings Ratio	11.6x
Return on Equity (%)	25.0

Thematic Breakdown (%)

Cash	17.2
Domestic Consumption	16.8
Medical	13.2
Gold	8.3
ASEAN Linkage/Domestic Growth	7.7
Taiwan Cross Straits	5.8
Automation	5.6
Other	4.7
Smartphones/Tablets	3.8
Network Access	3.8
Gaming	2.9
LED	2.8
Singapore Office	2.7
Food	2.5
Oil	2.1

Geographical Breakdown (%)

Hong Kong/China	21.2
Cash	17.2
Singapore	13.1
Taiwan	12.3
Australia	11.2
Thailand	10.1
Korea	6.0
India	5.0
Malaysia	2.0
Philippines	2.0

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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	B2PKN21	IE00B2PKN210	152.01
B USD	Unhedged	Distributing	B2PKN32	IE00B2PKN327	152.01
C GBP	Hedged	Distributing	B2PKN43	IE00B2PKN434	78.99
D SGD	Hedged	Distributing	B3M3HJ5	IE00B3M3HJ55	210.44

Performance fee based on individual investors' holding