

Prusik Asian Equity Income Fund



PRUSIK

LONG ONLY ABSOLUTE RETURN INVESTING IN ASIA

31 January 2017

Monthly Fund Fact Sheet

Investment Objective

To select a portfolio of equity investments in the Asia Pacific ex-Japan region with above average dividend yields and which have the ability to grow their dividends over time. The fund aims to outperform the MSCI Asia Pacific ex-Japan index by 5-10% annually whilst growing its dividend over time.

Fund Facts

Fund size (USD)	801.9m
Launch date	31 December 2010
Fund Manager	Tom Naughton
Fund Structure	UCITS III
Domicile	Dublin
Currencies	USD (base), GBP, SGD
Index	MSCI Asia Pacific ex Japan Index

Performance - Class B USD (%)

	Fund	Index
1 Month	5.49	5.80
3 Month	1.46	2.36
Year to Date	5.49	5.80
Since Launch	122.78	14.14
Annualised [†]	14.07	2.20

Source: Morningstar.

Launch Date: B: 31.12.10

[†]Since Launch Performance

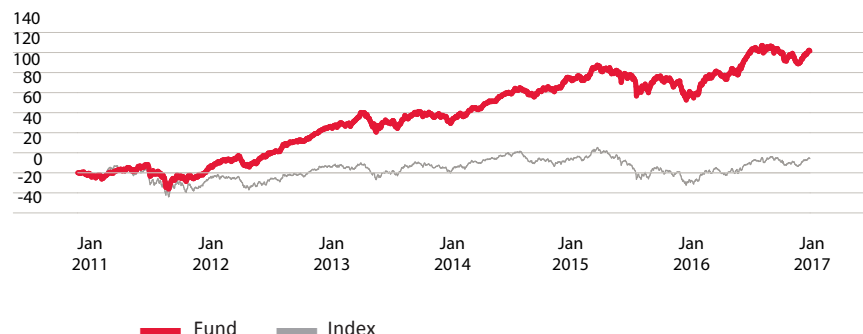
Investment Process

The process is both quantitative and qualitative with the latter dominating. The universe is screened for those high dividend stocks which have the greatest ability to sustain and grow their dividends over time. A particular emphasis is placed on identifying those companies with exceptional franchises, annuity like cash flows and pricing power which are trading at significant discounts to intrinsic value.

Dividend Dates

Dividends paid twice annually (January and July)

Fund Performance - Class B USD (%)



Source: Morningstar. Total return net income reinvested.

Fund Manager Commentary

As 2017 gets underway we remain focused on trying to protect the fund's capital from the many risks that Asia faces whilst at the same time, ensuring that we are trying to earn an adequate return for our investors. Over the life of the fund, we have produced most of our alpha during downturns and periods of volatility as this is when emotions drive stocks away from fair value and create opportunities for us to take advantage of. Over the past 12 months however, the markets have been in a steady, low volatility uptrend and we have generated only marginal outperformance versus the index. However, it is fair to say that we don't think that risk has been permanently abolished in Asia. We are not bearish - our fund generates an attractive dividend yield which we believe can grow at a "high single digit to low double digit" growth rate (slightly above nominal GDP growth) and trades on a substantial discount to intrinsic value - but believe it is important at times like these, to focus on what we can lose if things go wrong and ensure we are in the strongest position to take advantage of any potential dislocations in the market.

All data as at 31.01.17. Source: Prusik Investment Management LLP, unless otherwise stated.

Prusik Asian Equity Income Fund



Top 5 Holdings (%)

Samsung Electronics Co Ltd	7.4
CK Hutchinson Holdings Ltd	6.6
Power Grid Corporation of India	5.7
AIA Group Ltd	5.4
Indiabulls Housing Finance Ltd	4.5
Total Number of Holdings	33

Portfolio Financial Ratios

Predicted Price/Earnings Ratio	12.9x
Predicted Return on Equity (%)	15.6
Predicted Dividend Yield (%)	4.6

Risk Metrics

Tracking Error (% pa)	9.74
Beta	0.79
Alpha	11.59
Volatility (%)	14.21
Sharpe ratio	1.40

Thematic Breakdown (%)

Consumer	21.9	
Power Utilities	15.4	
Financials	14.9	
Transport Infrastructure	13.3	
Communications Infrastructure	12.6	
Technology	8.9	
CK Hutchison	6.6	
Cash	3.4	
Real Estate	3.0	

Geographical Breakdown (%)

Hong Kong	26.1	
Korea	15.2	
India	13.2	
Thailand	12.2	
China	9.5	
Australia	6.3	
Singapore	4.0	
New Zealand	3.5	
Pakistan	3.4	
Cash	3.4	
Indonesia	1.8	
Taiwan	1.5	

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Management Fees

Annual Management Fee

1.0% p.a. Paid monthly in arrears

Performance Fee

Class 1: None

Class 2 and Class U: 10% of the net out-performance of the MSCI Asia Pacific ex-Japan Index, with a high-water mark paid quarterly.

Temporary Front End Charge:

3% introduced on 2nd December 2013 paid to the benefit of the fund.

Dealing

Dealing Line	+353 1 603 6490
Administrator	Brown Brothers Harriman (Dublin)
Dealing Frequency	Daily
Valuation Point	11am UK time
Dealing Cut-off	5pm UK time
Min. Initial Subscription	USD 10,000
Min. Subsequent Subscription	USD 5,000

Share Class Details

Class 1		Sedol	ISIN	Month-end NAV
A	USD Unhedged Non distributing	B4MK5Q6	IE00B4MK5Q67	229.17
B	USD Unhedged Distributing	B4QVD94	IE00B4QVD949	173.57
C	GBP Hedged Distributing	B4Q6DB1	IE00B4Q6DB12	174.23
D	SGD Hedged Distributing	B4NFJT1	IE00B4NFJT16	168.09

Class 1 shares were closed to further investment on 30th November 2012.

Class 2		Sedol	ISIN	Month-end NAV
X	USD Unhedged Distributing	B4PYCL9	IE00B4PYCL99	155.38
Y	GBP Hedged Distributing	B4TRL17	IE00B4TRL175	156.59
Z	SGD Hedged Distributing	B6WDYZ1	IE00B6WDYZ18	156.30

Class 2 shares were soft closed to new investors as of 30th November 2012. Performance fee based on individual investor's holding.

Class U		Sedol	ISIN	Month-end NAV
U	GBP Unhedged Distributing	BBP6LK6	IE00BBP6LK66	157.42

Class U shares are open to current investors only. Performance fee based on fund performance as a whole.

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