

Prusik Asian Equity Income Fund



LONG ONLY ABSOLUTE RETURN INVESTING IN ASIA

PRUSIK

28 April 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)	902.1m
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	2.69	1.58
3 Month	11.87	8.33
Year to Date	18.01	14.62
Since Launch	149.23	23.66
Annualised [†]	15.52	3.41

Source: Morningstar.

Launch Date: B: 31.12.10

[†]Since Launch Performance

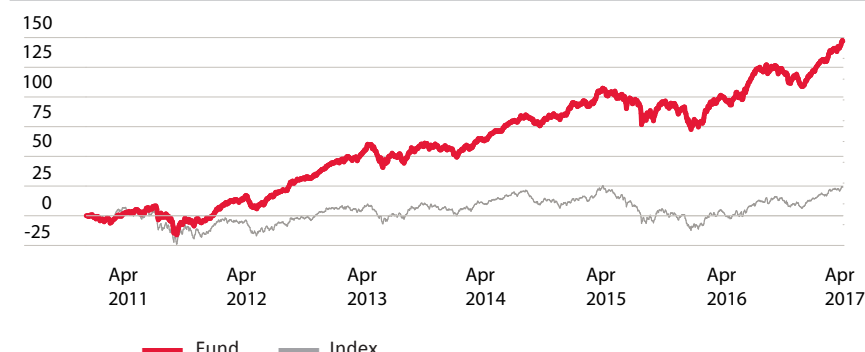
Investment Process

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

The cash position rose this month as the takeover of Asian real estate manager **ARA**, by a consortium led by Warburg Pincus, was completed during the month. We have held a position in **ARA** since the inception of the fund and it was frustrating to have to exit a position which we believed could compound at a high rate for many years to come. Because of our investment style we often take stakes in firms that are appealing to private equity because of their strong market positions, often under leveraged balance sheets and non-cyclical earnings streams. If borrowing costs remain low then we would be surprised if this is the last of our companies in the portfolio to be taken over in this way.

We bought a new position this month in Indonesian mobile phone tower operator, **Protelindo**. The Indonesian mobile phone tower market is one of the most attractive in the world due to the enormous growth potential, high barriers to entry and annuity like incomes that these companies generate. We first met the company in 2010 and had been very impressed by the quality of the management team (ex-American Towers) but the stock has been too illiquid for us to consider until a placement by existing shareholders was completed this month, which we participated in.

All data as at 28.04.17. Source: Prusik Investment Management LLP, unless otherwise stated.

Prusik Asian Equity Income Fund



Top 5 Holdings (%)

Samsung Electronics Co Ltd - Pref	7.6
CK Hutchinson Holdings Ltd	6.4
AIA Group Ltd	5.8
Indiabulls Housing Finance Ltd	5.7
Beijing Capital International Airport	4.8
Total Number of Holdings	34

Portfolio Financial Ratios

Predicted Price/Earnings Ratio	12.9x
Predicted Return on Equity (%)	15.7
Predicted Dividend Yield (%)	4.3

Risk Metrics

Tracking Error (% pa)	9.64
Beta	0.79
Alpha	11.91
Volatility (%)	14.03
Sharpe ratio	1.55

Thematic Breakdown (%)

Consumer	19.4	
Communications Infrastructure	14.8	
Transport Infrastructure	14.3	
Financials	13.5	
Power Utilities	12.2	
Technology	9.0	
Cash	7.7	
CK Hutchison	6.4	
Real Estate	2.6	

Geographical Breakdown (%)

Hong Kong	27.9	
Korea	16.6	
China	11.1	
Thailand	10.4	
India	10.0	
Cash	7.7	
Australia	5.0	
New Zealand	3.1	
Indonesia	2.9	
Pakistan	2.5	
Taiwan	1.4	
Singapore	1.3	

All data as at 28.04.17. Source: Prusik Investment Management LLP, unless otherwise stated.

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	256.38
B	USD Unhedged Distributing	B4QVD94	IE00B4QVD949	194.17
C	GBP Hedged Distributing	B4Q6DB1	IE00B4Q6DB12	194.53
D	SGD Hedged Distributing	B4NFJT1	IE00B4NFJT16	187.76

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	173.43
Y	GBP Hedged Distributing	B4TRL17	IE00B4TRL175	174.44
Z	SGD Hedged Distributing	B6WDYZ1	IE00B6WDYZ18	174.24

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	168.84

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

This document is issued by Prusik Investment Management LLP and is for private circulation and information purposes only. Prusik Investment Management LLP is authorised and regulated by the Financial Conduct Authority in the United Kingdom. The information contained in this document is strictly confidential and does not constitute investment advice, nor an offer or solicitation to buy or sell any securities and or derivatives or to make any investment decision and may not be reproduced, distributed or published by any recipient for any purpose without the prior written consent of Prusik Investment Management LLP.

The value of investments and any income generated may go down as well as up and is not guaranteed. You may not get back the amount originally invested. Past performance is not a guide to, or indicative of, future results. Changes in exchange rates may have an adverse effect on the value, price, or income of investments.

The information and opinions contained in this document are for background purposes only, and do not purport to be full or complete. Please refer to the fund prospectus for more detail. The information given is not exhaustive and does not constitute legal or tax advice. Prospective investors and investors alike should consult their own professional advisers as to the implications of their subscribing for, purchasing, holding, switching or disposing of shares under the laws of the jurisdictions in which they may be subject to tax. No representation, warranty, or undertaking, express or limited, is given as to the accuracy or completeness of the information or opinions contained in this document by any of Prusik Investment Management LLP, its partners or employees and no liability is accepted by such persons for the accuracy or completeness of any such information or opinions. As such, no reliance may be placed for any purpose on the information and opinions contained in this document.