

Prusik Asian Equity Income Fund



PRUSIK

LONG ONLY ABSOLUTE RETURN INVESTING IN ASIA

30 September 2016

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)	820.9m
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	0.54	1.81
3 Month	9.44	9.79
Year to Date	16.41	12.53
Since Launch	122.75	13.40
Annualised [†]	14.95	2.21

Source: Morningstar.

Launch Date: B: 31.12.10

[†]Since Launch Performance

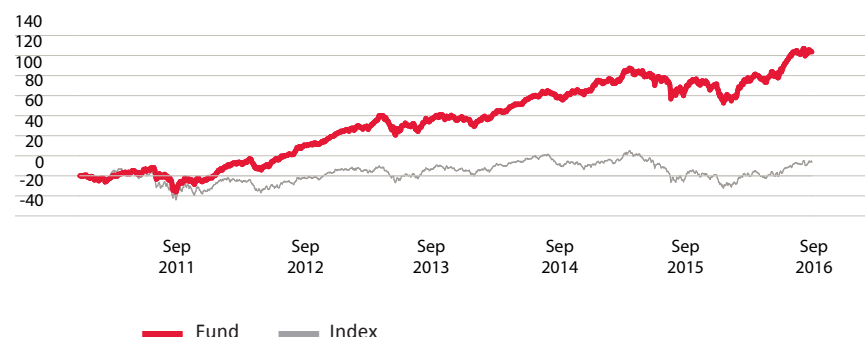
Investment Process

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

This month we added a position in Chinese A-share listed **Wuliangye Yibin** to the portfolio. **Wuliangye Yibin** is the second largest producer of Baijiu, a famous Chinese liquor distilled from fermented Sorghum. As Chinese consumers become wealthier and older, we expect their consumption of high end Baijiu to increase. The barriers to entry in this business are high as the brands are very established and it is difficult for foreign drinks companies to penetrate. Sales had been hit over recent years due to the government clamp down on corruption but have begun to recover, as that excess demand has been washed out. Trading on a P/E of 15x and with a dividend yield of 3%, we believe it offers extremely good value and excellent growth potential.

All data as at 30.09.16. Source: Prusik Investment Management LLP, unless otherwise stated.

Prusik Asian Equity Income Fund



Top 5 Holdings (%)

HKBN	6.8
Samsung Electronics Co Ltd	6.4
Power Grid Corporation of India	4.8
Indiabulls Housing Finance Ltd	4.2
Macquarie Korea Infrastructure Fund	4.2
Total Number of Holdings	33

Portfolio Financial Ratios

Predicted Price/Earnings Ratio	12.6x
Predicted Return on Equity (%)	15.2
Predicted Dividend Yield (%)	4.5

Risk Metrics

Tracking Error (% pa)	9.87
Beta	0.78
Alpha	12.35
Volatility (%)	14.39
Sharpe ratio	1.47

Thematic Breakdown (%)

Communications Infrastructure	15.8	
Transport Infrastructure	13.5	
Power Utilities	13.4	
Consumer	12.6	
Cash	12.4	
Real Estate	11.0	
Financials	9.3	
Technology	9.2	
CK Hutchison	2.7	

Geographical Breakdown (%)

Hong Kong	24.2	
Korea	13.4	
India	13.0	
Cash	12.4	
Thailand	12.2	
China	9.6	
Singapore	5.0	
Taiwan	2.8	
Pakistan	2.3	
Indonesia	2.0	
New Zealand	1.6	
Australia	1.3	

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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	229.14
B	USD Unhedged Distributing	B4QVD94	IE00B4QVD949	176.52
C	GBP Hedged Distributing	B4Q6DB1	IE00B4Q6DB12	177.66
D	SGD Hedged Distributing	B4NFJT1	IE00B4NFJT16	171.08

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	158.01
Y	GBP Hedged Distributing	B4TRL17	IE00B4TRL175	159.62
Z	GBP Hedged Distributing	B6WDYZ1	IE00B6WDYZ18	159.04

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	153.45

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

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