

Prusik Asian Equity Income Fund



LONG ONLY ABSOLUTE RETURN INVESTING IN ASIA

PRUSIK

31 August 2015

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)	783.2m
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 (MXAPJ)

Performance - Class B USD (%)

	Fund	Index
1 Month	-6.01	-10.06
3 Month	-9.35	-17.83
Year to Date	-0.72	-11.43
Since Launch	84.31	0.26
Since Launch (Annualised)	13.99	-0.03

Source: Bloomberg

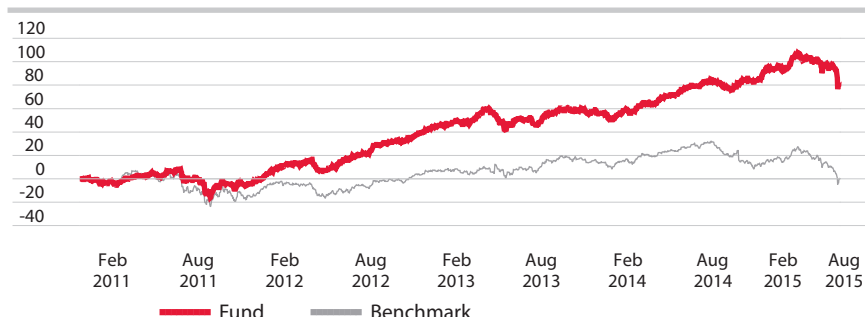
Investment Process

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: Bloomberg. Total return net income reinvested.

Fund Manager Commentary

Although we are very open to the possibility that the Chinese economy and financial system is on the verge of imploding, the market is arguably close to pricing much of that in given that valuations are close to the historic lows of the Asian crisis in 1997 and the global financial crisis in 2008 (The MSCI Asia Pacific ex-Japan Index is trading on a price to book ratio of 1.3x compared to previous cycle lows of 1-1.2x). That said, earnings momentum continues to be extremely negative and risks in the region are clearly very high and so a retest of these lows cannot be ruled out. However, neither of these observations has much impact on our portfolio construction which continues to focus on finding stocks with minimal cyclicality, strong balance sheets and good cash generation that are priced too cheaply. We believe these companies not only have the greatest chance of surviving a period of negative growth but also have the highest chance of growing strongly when economic growth recovers. We have been taking advantage of the market fall to add to positions that have suffered in the turmoil and would expect continued volatility to allow us to further "upgrade" the portfolio.



All data as at 31.08.15. Source: Prusik Investment Management LLP, unless otherwise stated.

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Prusik Asian Equity Income Fund



Top 5 Holdings (%)

CK Hutchinson Holdings Ltd	7.8
Samsung Electronics Co Ltd	5.3
Cheung Kong Property Holdings Ltd	4.9
SK Telecom Co Ltd	4.3
Macquarie Korea Infrastructure Fund	4.2
Total Number of Holdings	39

Portfolio Financial Ratios

Predicted Price/Earnings Ratio	12.0x
Predicted Return on Equity (%)	14.6
Predicted Dividend Yield (%)	5.3

Risk Metrics

Tracking Error (% pa)	6.61
Beta	0.78
Alpha	14.01
Volatility (%)	12.24
Sharpe ratio	1.14

Thematic Breakdown (%)

Communications Infrastructure	22.2	<div></div>
Transport Infrastructure	17.4	<div></div>
Cheung Kong / Hutchison	12.7	<div></div>
Financials	12.7	<div></div>
Asian Brands & Technology	12.4	<div></div>
Shopping Malls	9.3	<div></div>
Consumer	7.6	<div></div>
Power Utilities	4.5	<div></div>
Cash	1.2	<div></div>

Geographical Breakdown (%)

Hong Kong	32.3	<div></div>
Korea	13.9	<div></div>
Thailand	13.8	<div></div>
China	7.7	<div></div>
India	7.2	<div></div>
Taiwan	7.1	<div></div>
Australia	5.6	<div></div>
Singapore	5.4	<div></div>
Pakistan	3.0	<div></div>
Philippines	1.5	<div></div>
New Zealand	1.5	<div></div>
Cash	1.2	<div></div>

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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 (MXAPJ) 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	189.42
B USD	Unhedged	Distributing	B4QVD94	IE00B4QVD949	152.09
C GBP	Hedged	Distributing	B4Q6DB1	IE00B4Q6DB12	153.49
D SGD	Hedged	Distributing	B4NFT1	IE00B4NFT16	147.09

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	136.85
Y GBP	Hedged	Distributing	B4TRL17	IE00B4TRL175	138.46
Z SGD	Hedged	Distributing	B6WDYZ1	IE00B6WDYZ18	137.53

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	111.90

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

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