

Prusik Asian Equity Income Fund



LONG ONLY ABSOLUTE RETURN INVESTING IN ASIA

PRUSIK

30 November 2014

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 out-perform the MSCI Asia Pacific ex-Japan index by 5-10% annually whilst growing its dividend over time.

Fund Facts

Fund Size (USD)	847.3m
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 (MXAJJP)

Performance - Class B USD (%)

	Fund	Index
1 Month	2.00	-1.22
3 Month	1.71	-5.82
Year to Date	16.85	5.61
Since Launch	85.75	15.10
Since Launch (Annualised)	17.12	3.66

Source: Bloomberg

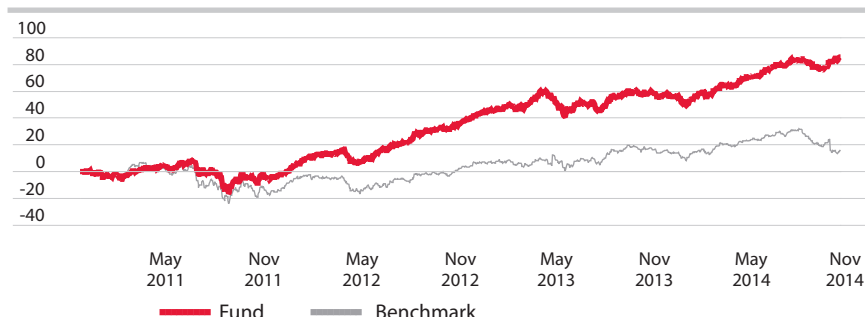
Investment Process

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

The strong relative performance this month was largely due to three factors:

- Several of our Hong Kong/China holdings were up strongly (**Man Wah**, **Daqin Railway**, **Anhui Expressway** and **Zhejiang Expressway** all rose by more than 10%). With the exception of **Man Wah** (which announced strong results and a special dividend), there was no particular reason for these moves.
- The weakness of Australia where we are very underweight (the Australian market fell by 7% in USD terms)
- Our lack of exposure to the resource and energy sectors which have been hit hard by the fall in commodity prices

Another performer of note was our new position in Philippine gaming company **Premium Leisure**. We have recently returned from a trip to Manila to study the casino sector where we met with all the major operators and also the regulator to understand the business in more detail. Although **Premium Leisure's** "City of Dreams" casino opening is likely to be delayed by several months, the long term outlook for the industry appears attractive and we believe that they will be in a strong position to attract Chinese gamblers. The difference in tax rate (5% in Philippines compared to 39% in Macau) means that the profit margin for VIP gamblers is substantially higher at 30-35% in Manila, compared to 10% in Macau.



All data as at 30.11.14. Source: Prusik Investment Management LLP, unless otherwise stated.

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Prusik Asian Equity Income Fund



Top 5 Holdings (%)

Hutchison Whampoa Ltd	5.1
Cheung Kong Infrastructure	5.0
HSBC Holdings	3.5
SK Telecom Co Ltd	3.3
Beijing Capital Intl	3.3
Total Number of Holdings	43

Portfolio Financial Ratios

Predicted Price/Earnings Ratio	11.5x
Predicted Return on Equity (%)	13.7
Predicted Dividend Yield (%)	4.7

Risk Metrics

Tracking Error (% pa)	6.9
Beta	0.78
Alpha	14.3
Volatility (%)	12.6
Sharpe ratio	1.36

Thematic Breakdown (%)

Core Infrastructure	47.8	<div></div>
Retail Shopping Mall	12.2	<div></div>
Quality Financials	11.0	<div></div>
Asian Consumer	10.7	<div></div>
Asian Export Brand	7.1	<div></div>
Cash	5.4	<div></div>
Niche Tech	4.0	<div></div>
Real Estate	1.8	<div></div>

Geographical Breakdown (%)

Hong Kong	32.6	<div></div>
China	15.7	<div></div>
Korea	14.5	<div></div>
Thailand	8.9	<div></div>
Singapore	6.3	<div></div>
Cash	5.4	<div></div>
Australia	3.8	<div></div>
India	2.8	<div></div>
Taiwan	2.7	<div></div>
Pakistan	2.0	<div></div>
Malaysia	1.9	<div></div>
Philippines	1.8	<div></div>
New Zealand	1.7	<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 (MXAJP) 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	190.90
B USD	Unhedged	Distributing	B4QVD94	IE00B4QVD949	159.12
C GBP	Hedged	Distributing	B4Q6DB1	IE00B4Q6DB12	160.02
D SGD	Hedged	Distributing	B4NFT1	IE00B4NFT16	152.72

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	145.01
Y GBP	Hedged	Distributing	B4TRL17	IE00B4TRL175	146.26
Z SGD	Hedged	Distributing	B6WDYZ1	IE00B6WDYZ18	144.80

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	116.39

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

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