

Prusik Asian Equity Income Fund



LONG ONLY ABSOLUTE RETURN INVESTING IN ASIA

PRUSIK

30 April 2013

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)	720.2m
Launch Date	31 December 2010
Fund Manager	Tom Naughton
Fund Structure	UCITS III
Domicile	Dublin
Currencies	USD (base), GBP, SGD

Performance (%)

Class 1*	B USD	C GBP	D SGD
1 Month	4.57	4.50	4.53
3 Month	6.69	6.97	6.64
Year to Date	11.00	11.42	11.02
Since Launch†	55.53	56.10	49.83
2012	45.90	45.34	44.69
2011	-3.96	-3.60	-6.73

†Launch Date: B: 31.12.10, C: 21.01.11, D: 31.12.10

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

Class 2*	X USD	Y GBP	Z SGD
1 Month	4.37	4.07	4.32
3 Month	6.18	6.32	6.13
Year to Date	10.31	10.46	10.37
Since Launch†	35.10	36.05	35.32

†Launch Date: 31.03.12

Source: Bloomberg.

*Class 2 shares were soft closed to new investors as of 30th November 2012

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.

Fund Performance - Class B USD (%)



Source: Bloomberg. Total return net income reinvested. Since Launch: 31.12.10

Fund Manager Commentary

The portfolio this month was helped by strong performances from some of our "classic" high yield stocks including telcos (**SK Telecom**, **PCCW** and **PT Telkom**) and REITs (**Capitall Trust**). It was also pleasing that our newly "minted" India portfolio (**Tata Motors** and **Cairn Energy**) returned 15% and highlights that some of our more cyclical exposure also contributed to performance. Given the fall in yields in some of the more traditional areas of the dividend income market we are slowly reducing our exposure there and re-allocating it to the less popular markets of Korea, China and India. The stocks we are buying in those markets are not particularly cyclical but the valuations available are far cheaper as they happen to be listed in what are considered to be "cyclical markets".

One new position in the fund is **Beijing Capital International Airport**, the owner and operator of the international airport in Beijing which is ranked the third busiest globally. This natural monopoly business has been de-rated due to longer term fears regarding what its involvement in the construction of a new Beijing airport might be and whether the company will become financially stretched if it is obliged to commit to the entire project. It is also subject to shorter term concerns that the recent bird flu scare will curtail travel. Trading at just above book value and with an expected yield of 3% in 2013, rising to 4% in 2014, this is an attractive annuity like business with significant growth potential from the non-aeronautical side of the business (i.e. retail).

All data as at 30.04.13. Source: Prusik Investment Management LLP, unless otherwise stated.

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Prusik Asian Equity Income Fund



Top 5 Holdings (%)

HSBC Holdings	5.0
SK Telecom Co Ltd	4.8
Cheung Kong Holdings	3.8
Telekomunikasi Indonesia	3.7
Hutchison Whampoa Ltd	3.7
Total Number of Holdings	46

Portfolio Financial Ratios

Predicted Price/Earnings Ratio	11.3x
Predicted Return on Equity (%)	17.1
Predicted Dividend Yield (%)	4.4

Risk Metrics

Tracking Error (% pa)	6.8
Beta	0.80
Alpha	17.8
Volatility (%)	14.1
Sharpe ratio	1.48

Thematic Breakdown (%)

Core Infrastructure	32.9	
Quality Financials	17.4	
Asian Consumer	17.2	
Real Estate Services	9.5	
Asian Export Brand	7.4	
Retail Shopping Mall	6.4	
Cash	6.4	
Oil & Gas	2.0	
Niche Tech	0.9	

Geographical Breakdown (%)

Hong Kong/China	42.8	
Korea	19.2	
Thailand	10.2	
Cash	6.4	
Singapore	5.6	
Malaysia	4.7	
India	4.1	
Indonesia	3.7	
Australia	2.4	
Taiwan	0.9	

All data as at 30.04.13. 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: 10% of the net out-performance of the MSCI Asia Pacific ex Japan Index with a high-water mark.

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	159.85
B USD	Unhedged	Distributing	B4QVD94	IE00B4QVD949	142.16
C GBP	Hedged	Distributing	B4Q6DB1	IE00B4Q6DB12	142.49
D SGD	Hedged	Distributing	B4NFJT1	IE00B4NFJT16	136.73

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	131.16
Y GBP	Hedged	Distributing	B4TRL17	IE00B4TRL175	132.32
Z SGD	Hedged	Distributing	B6WDYZ1	IE00B6WDYZ18	131.25

Class 2 shares were soft closed to new investors as of 30th November 2012

Dividend Dates

Dividends paid twice annually (January and July)

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