

Prusik Asian Equity Income Fund



LONG ONLY ABSOLUTE RETURN INVESTING IN ASIA

PRUSIK

30 November 2011

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 the 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)	26.5m
Launch Date	31 December 2010
Fund Manager	Tom Naughton
Fund Structure	UCITS III
Domicile	Dublin
Currencies	USD (base), GBP, SGD

Performance (%)

	B USD	C GBP	D SGD
1 Month	-3.52	-3.34	-3.35
3 Month	-6.93	-6.68	-7.50
Year to Date	-5.65	-5.33	-8.18
Since Launch	-5.65	-5.33	-8.18

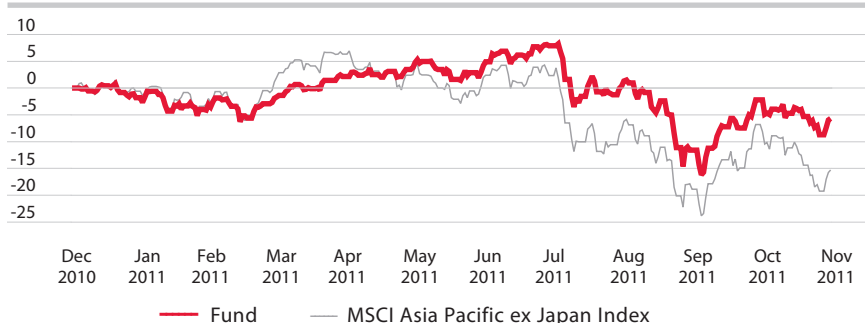
Source: Bloomberg.

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

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 fund fell by 3.5 % compared to a decline of 9.1% in the MSCI Asia Pacific ex-Japan Index.*The biggest contributors to returns were **KT&G** (Korean tobacco), **Major Cineplex** (Thai cinema chain) and **Hite Jinro** (Korean brewer). The biggest detractors were **HSBC**, **IOOF** (Australian wealth manager) and **ARA Asset Management** (Property fund manager).

Another volatile month in the markets but the portfolio held up well, largely due to the upgrading that we performed in September and October where we were able to sell some of the more cyclical holdings and replace them with companies with more defensive earnings that had been sold down heavily. As we come towards the end of the year, it is frustrating not to have generated positive returns but we believe the case for investment in domestically focused Asian stocks, with sustainably high dividend yields, is as strong as ever.

There have been no significant changes to the portfolio except that we have sold our position in **Telecom New Zealand** which had substantially re-rated and no longer offered sufficient upside to be included in the portfolio. The only new position is **NWS Holdings** which owns a number of infrastructure assets in China including toll roads, power and water. We have met with the company twice this year and have been impressed by the management's restructuring of the business and their recent acquisitions. Trading at 8.8x earnings and generating a 6.0% dividend yield, the valuation is compelling.

*Due to a bank holiday in Ireland on 31st October all monthly data refers to the period from 28th October until 30th November.

All data as at 30.11.11. Source: Prusik Investment Management LLP, unless otherwise stated.

Prusik Asian Equity Income Fund



Top 5 Holdings (%)

KT&G Corp	4.7
Anhui Expressway Co Ltd	4.1
Texwinca Holdings Ltd	4.0
Macquarie Int'l Infrastructure Fund	3.8
Link Reit	3.7
Total Number of Holdings	36

Portfolio Financial Ratios

Price/Book Value	2.7x
Price/Earnings Ratio	13.5x
Predicted Price/Earnings Ratio	12.9x
Return on Equity (%)	22.4
Historic Dividend Yield (%)	5.3
Predicted Dividend Yield (%)	5.9

Thematic Breakdown (%)

Asian Consumer	35.7	
Core Infrastructure	26.5	
Retail Shopping Mall	10.8	
Quality Financials	8.9	
Real Estate Services	5.5	
Asian Export Brand	5.2	
Cash	4.9	
Niche Tech	2.5	

Geographical Breakdown (%)

Hong Kong/China	31.5	
Singapore	12.0	
Thailand	11.6	
Korea	10.0	
Malaysia	9.7	
Australia	8.7	
Taiwan	5.2	
Cash	4.9	
Philippines	3.6	
India	2.1	
New Zealand	0.7	

All data as at 30.11.11. 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

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	97.06
B USD Unhedged Distributing	B4QVD94	IE00B4QVD949	94.35
C GBP Hedged Distributing	B4Q6DB1	IE00B4Q6DB12	94.35
D SGD Hedged Distributing	B4NFJT1	IE00B4NFJT16	91.82

^{*}Class 1 will remain open to investors until the fund reaches USD50m. It will then soft close (to new investors) remaining open for current investors until the fund is USD100m. A new share class (Class 2) will be launched when Class 1 is approximately USD50m. This will carry a 1% AMC with a 10% performance fee, relative to the index.

Dividend Dates

Ex. Dividend: Interim 1 January, Final 1 July
Distribution: Interim end February, Final 31 August

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