

# Prusik Asian Equity Income Fund

LONG ONLY ABSOLUTE RETURN INVESTING IN ASIA



30 September 2020

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 AC Asia Pacific Ex Japan Gross Return Index (USD) by 5-10% annually whilst growing its dividend over time.

## Fund Facts

Fund Size (USD)	627.2m
Launch Date	31 December 2010
Fund Manager	Tom Naughton
Fund Structure	UCITS III
Domicile	Dublin
Currencies	USD (base), GBP, SGD
Index	MSCI AC Asia Pacific Ex Japan Gross Return Index (USD)

## Performance - Class B USD (%)

	Fund	Index
1 Month	-4.92	-2.27
3 Month	-1.47	9.57
Year to Date	-18.85	2.97
Since Launch	129.09	57.33
Annualised†	8.87	4.76

Source: Morningstar.

Launch Date: B: 31.12.10

†Since Launch Performance

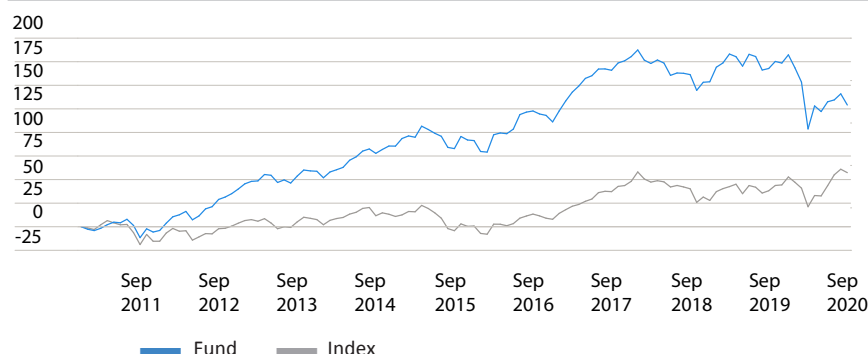
## Investment Process

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

One area that we are finding more ideas in today is the consumer sector. A year ago, it was less than 10% of the fund but today it is 24% as the current focus on internet and healthcare has left several consumer staple stocks looking very attractively valued. These stocks have many of the characteristics that we are looking for namely non-cyclical earnings, strong franchises, high margins and excellent cash flow.

This month we added **Thai Beverage** to the portfolio. **Thai Beverage** has a 90% market share in the Thai spirits business as well as a controlling shareholding in Vietnam's largest beer producer (Sabeco). Although its business has been hit by the lockdown and absence of foreign tourists, it is now rebounding with both beer and spirits sales in Thailand showing positive growth year on year. Trading on 14x P/E with a 4% dividend yield, it trades at a substantial discount to the global average (25x).

All data as at 30.09.20. Source: Prusik Investment Management LLP, unless otherwise stated.

# Prusik Asian Equity Income Fund



## Top 5 Holdings (%)

Power Grid Corporation of India Ltd	6.3
Samsung Electronics Co Ltd - Pref	5.5
ITC Ltd	5.2
AIA Group Ltd	4.7
CK Asset Holdings Ltd	4.7
Total Number of Holdings	43

## Portfolio Financial Ratios

Price/Earnings Ratio	9.2x
Predicted Dividend Yield (%)	6.2

## Risk Metrics

Tracking Error (% pa)	9.52
Beta	0.81
Alpha	5.22
Volatility (%)	15.83
Sharpe Ratio	0.80

## Thematic Breakdown (%)

Consumer	24.3	
Communications Infrastructure	17.4	
Real Estate	17.2	
Power Utilities	14.0	
Transport Infrastructure	11.9	
Financials	8.8	
Technology	5.5	
Cash	1.0	

## Geographical Breakdown (%)

Hong Kong	35.0	
India	18.1	
Korea	7.8	
China	6.9	
Singapore	6.9	
Macau	5.8	
Indonesia	5.2	
Philippines	4.3	
Thailand	3.5	
Vietnam	2.5	
Australia	1.8	
Malaysia	1.2	
Cash	1.0	

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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 AC Asia Pacific Ex Japan Gross Return Index (USD), with a high-water mark paid quarterly.

## 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	235.66
B	USD Unhedged Distributing	B4QVD94	IE00B4QVD949	153.81
C	GBP Hedged Distributing	B4Q6DB1	IE00B4Q6DB12	142.13
D	SGD Hedged Distributing	B4NFJT1	IE00B4NFJT16	143.58

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	137.41
Y	GBP Hedged Distributing	B4TRL17	IE00B4TRL175	127.54
Z	SGD Hedged Distributing	B6WDYZ1	IE00B6WDYZ18	133.21

Class 2 shares are open to current investors only and were 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	134.89

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

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