

# Prusik Asian Equity Income Fund

LONG ONLY ABSOLUTE RETURN INVESTING IN ASIA



26 February 2021

## 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)	710.2m
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	7.69	1.37
3 Month	10.56	11.97
Year to Date	7.87	4.95
2020	-4.96	22.75
Since Launch	189.39	96.84
Annualised†	11.02	6.89

Source: Morningstar.

Launch Date: B: 31.12.10

†Since Launch Performance

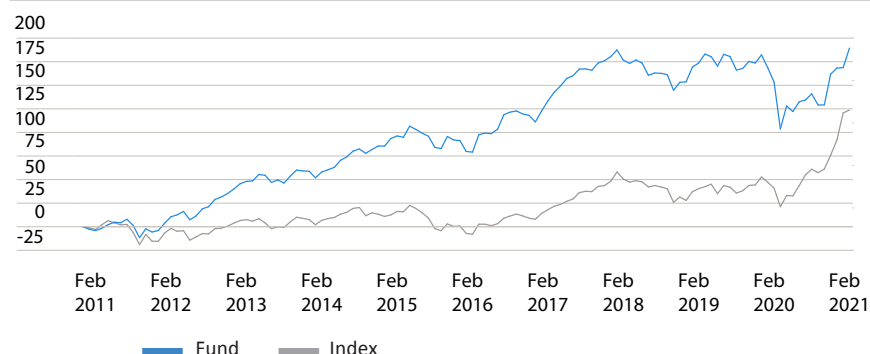
### Investment Process

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

The strong relative performance this month was driven by an outperformance of "physical" vs "virtual" businesses as confidence grew that the vaccine roll out would allow a return to normal in 2021. From an allocation perspective, our overweight of Hong Kong (and Macau) vs our underweight position in China added 200bps to performance. Our stock selection in Hong Kong and China added a further 400bps to returns. Although the relative P/E discount of our portfolio has narrowed from 48% to 44%, we still believe that our portfolio should trade (at least) in line with the market on a normalised basis. Therefore, our optimism about future performance – in both absolute and relative terms – remains high.

This month we added to positions in **Hong Kong Broadband Networks**, **Scentre Group** and **Petronet** and trimmed **CNOOC**, **Power Grid** and **Wynn Macau**. We exited our only banking positions selling both **TISCO** and **KASIKORN Bank** as the valuations became less attractive following the strong share price appreciation.

All data as at 26.02.21. Source: Prusik Investment Management LLP, unless otherwise stated.

Signatory of:



# Prusik Asian Equity Income Fund



## Top 5 Holdings (%)

CK Hutchison Holdings Ltd	6.6
Power Grid Corporation of India Ltd	6.0
China Mobile Ltd	5.8
Zhejiang Expressway Co	5.1
ITC Ltd	5.1

Total Number of Holdings	37
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## Portfolio Financial Ratios

Price/Earnings Ratio	9.5x
Predicted Dividend Yield (%)	5.6

## Risk Metrics

Tracking Error (% pa)	9.93
Beta	0.83
Alpha	5.15
Volatility (%)	15.92
Sharpe Ratio	0.98

## Thematic Breakdown (%)

Consumer	23.4	
Communications Infrastructure	21.4	
Power Utilities & Energy	19.6	
Real Estate	18.9	
Transport Infrastructure	12.6	
Financials	2.4	
Cash	1.6	

## Geographical Breakdown (%)

Hong Kong	32.9	
India	20.6	
China	16.9	
Indonesia	6.7	
Macau	3.9	
Korea	3.7	
Singapore	3.2	
Thailand	2.9	
Philippines	2.9	
Vietnam	2.1	
Cash	1.6	
Malaysia	1.3	
Australia	1.3	

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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 annually.

## 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	297.69
B USD Unhedged Distributing	B4QVD94	IE00B4QVD949	190.71
C GBP Hedged Distributing	B4Q6DB1	IE00B4Q6DB12	175.67
D SGD Hedged Distributing	B4NFJT1	IE00B4NFJT16	177.78

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	170.37
Y GBP Hedged Distributing	B4TRL17	IE00B4TRL175	157.62
Z SGD Hedged Distributing	B6WDYZ1	IE00B6WDYZ18	164.94

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	154.37

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

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