



WAVERTON
INVESTMENT MANAGEMENT

SOUTHEAST ASIAN FUND I USD ACC

FUND FACTSHEET - AS AT 30 NOVEMBER 2017

OBJECTIVES

FUND AIM

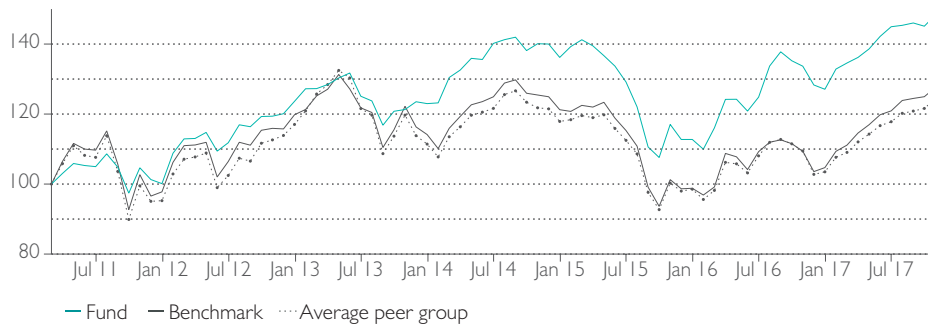
The investment objective is to generate capital growth by investing in a concentrated portfolio of no more than 30 listed Southeast Asian equities

INVESTMENT STYLE

The fund invests in growth companies at reasonable prices (GARP). Building concentrated portfolios from the bottom up, unconstrained by the composition of the index. The managers seek to make a small number of long-term investments, primarily in growing companies, with strong management and operating in favourable business environments.

PERFORMANCE

ROLLING PERFORMANCE



Risk Warning: Past performance is no guide to future performance. The value of holdings may fall as well as rise and investors may not get back their initial investment.

Important information: Performance displayed is for the I Share Class. Performance is calculated on a NAV to NAV basis and does not take into account any initial fees. Performance is displayed net of fees and assumes income is reinvested.

Period	1 Month	3 Months	YTD	1 Year	3 Years	5 Years	Inception Mar 11
Portfolio (%)	2.0	3.5	19.0	17.8	8.0	25.9	51.2
Benchmark (%)	1.9	4.5	24.2	25.6	4.1	12.3	28.1
Morningstar Peer Group (%)	2.4	5.5	22.4	23.2	3.0	11.9	23.1
Quartile	3	4	4	4	2	1	1

DISCRETE CALENDAR YEAR

Period	2016	2015	2014	2013	2012
Fund (%)	12.7	-17.2	10.7	-0.5	23.5
Benchmark (%)	6.0	-18.5	6.2	-4.7	22.5

STANDARDISED PERFORMANCE

Period 1 year to	30/11/2017	30/11/2016	30/11/2015	30/11/2014	30/11/2013
Fund (%)	17.8	13.8	-19.5	13.3	2.8

PORTFOLIO SUMMARY

COUNTRY		SECTOR		TOP 10 HOLDINGS	
Indonesia	31.6%	Financials	17.7%	Silverlake Axis	7.9%
Thailand	17.6%	Consumer Discretionary	14.8%	Sentul City	5.8%
Philippines	15.4%	Utilities	11.8%	NagaCorp	5.1%
Malaysia	14.4%	Consumer Staples	10.1%	Bank Tabungan Pensiunan Nasional	4.8%
Vietnam	11.8%	Real Estate	10.0%	Philippine National Bank	4.5%
Cambodia	5.2%	Information Technology	7.9%	Jardine Cycle & Carriage	4.5%
Singapore	4.0%	Industrials	7.5%	Cikarang Listrindo	4.4%
Total	100.0%	Telecommunication Services	7.3%	KrungThai Card	4.4%
		Investment Funds	4.3%	Vietnam Enterprise Investments	4.3%
		Materials	4.1%	Bekasi Fajar Industrial Estate	4.2%
		Energy	4.0%	Total	50.0%
		Cash	0.6%		
		Total	100.0%		

COMMENTARY

In November, Southeast Asian economies and equity markets continued to bask in the warm glow of the world's most synchronised economic upturn for over a decade. A pick up in global trade has lifted GDP growth in Southeast Asia to multi-year highs, as the region's economies have benefitted from a manufacturing base that is deeply embedded in global supply chains. The fund rose by fractionally more than the benchmark, which returned 1.9% in November. Within the region, there was less clarity, with diverse returns for the month, including Singapore +2.8%, Malaysia +1.7%, Philippines +1.0%, Thailand +0.4% and Indonesia -0.6%. Most remarkable of all was Vietnam, +13.5%. This is a slightly alarming return for one month, although as a Frontier market the country is not yet a contributor to MSCI ASEAN and is permitted to keep its adolescent exuberance (and angst) on display. Top performers in the fund included Krungthai Card and PetroVietnam Drilling. The former reported excellent Q3 results with expanding RoE and RoA whilst reserves to NPLs increased to 565%. The latter moved thanks to the higher oil price and more clarity on its 2018/19 drilling schedule. The biggest detractor was PLDT Inc. which was down 13% in the month. The market remains concerned about the threat of a third operator entering the Philippines mobile telco sector.

Siam City Cement reported Q3 results in November that showed profits down more than 50% for the 9M, but within market expectations. The main factor behind the decline was a sharp rise in interest expense following the acquisition in 2016 of Holcim's cement assets in Vietnam, Sri Lanka and Bangladesh. Cement prices in the company's main market Thailand also remain under pressure. We met with the company post results and were encouraged to hear that the situation in Thailand has stabilised and higher energy costs are being passed on to customers. We are hopeful of improving demand and a profit recovery in 2018.

Elsewhere in the region Philippine National Bank (PNB) reported good Q3 results, with net income rising 42% to PHP1.85bn vs PHP1.3bn a year ago. This was primarily driven by lower costs, with assets declining by 5% from Q2 as low margin accounts were closed. To recap, PNB was created by a merger with Allied Bank in 2013, and investors have become increasingly sceptical about management's ability to grow assets or cut costs. The shares have underperformed woefully in 2017. This set of results is a positive sign, as is news of completion of the integration of the two core banking systems. However, RoA remains very low at 0.8%, as does RoE at 5.5%, and a re-rating of the shares will require evidence of renewed loan growth combined with continued cost control.

TEAM



Brook Tellwright



William Hanbury



Douglas Barnett

FUND DETAILS

FUND FACTS

Launch Date	1st March 2011
Morningstar Category	ASEAN Equity
Benchmark	MSCI AC ASEAN NR Index
Fund Size	\$29.0m
Strategy Size	\$111.3m
No. of Holdings	24
Domicile	Luxembourg
Sedol	BP4W4Z9
Bloomberg Code	SHAEAFAXLX
Fund Type	SICAV
Base Currency	USD
Other Currencies	None
Ex Dividend Dates	N/A

RISK STATISTICS

3Y Annualised

Fund Volatility (%)	12.9
Index Volatility (%)	13.1
Sharpe Ratio	0.5
Information Ratio	0.2
Tracking Error	5.9
Alpha (%)	1.4
Beta	1.0
Active Share (% - Current)	98.0

FUND INFORMATION

Share class	ISIN	Minimum investment	AMC	INC/ACC	NAV	Historic yield (%)	Ongoing charge (%)
I USD Acc	LU1060842033	1,000,000 USD	0.75%	ACC	829.871	N/A	1.65%
I USD Inc	LU1206605195	1,000,000 USD	0.75%	INC	1511.983	N/A	1.65%
R USD Lead	LU1060841571	100,000 USD	1.25%	ACC	1056.737	N/A	2.11%

CONTACT DETAILS

MARKETING CONTACT

Charles Scott Plummer
 csp@waverton.co.uk
 +44 (0)20 7484 7429
 www.waverton.co.uk

MARKETING CONTACT

Jonno Ross
 jross@waverton.co.uk
 +44 (0)20 7484 7491
 www.waverton.co.uk

AUTHORISED CORPORATE DIRECTOR

Casa4 Funds
 www.casa4funds.com

Risk Warning: past performance is no guide to future performance. The value of holdings may fall as well as rise. All financial investments involve an element of risk. The level of income from the investment may fluctuate in value. Currency movements may also affect the value of the investment. If the currency in which the past performance is displayed differs from the currency of the country in which you reside, then you should be aware that due to exchange rate fluctuations the performance shown may increase or decrease if converted into your local currency. The Fund may invest assets in Emerging Market Countries. The risks involved in investments in Emerging Market Countries are likely to exceed the risks of investment in more mature markets. For full details of investment risks please refer to the Prospectus. A copy of the full prospectus and the KIID is available from Waverton Investment Management or ACD, Casa4 Funds. Waverton Investment Management is authorised and regulated by the Financial Conduct Authority. Sources: Waverton, Morningstar.

Issued by Waverton Investment Management Limited. Registered in England No 2042285. Registered Office: 16 Babmaes Street, London, SW1Y 6AH. Authorised and Regulated by the Financial Conduct Authority.