



WAVERTON
INVESTMENT MANAGEMENT

WAVERTON ASIA PACIFIC A USD

FUND FACTSHEET - AS AT 30 APRIL 2018

OBJECTIVES

FUND AIM

The Waverton Asia Pacific Fund seeks to achieve capital growth and generate an income through diversified investment in equities of Asian-Pacific companies (excluding Japanese equities).

INVESTMENT STYLE

The Fund employs a pragmatic approach to investing in Asia through a combination of active country / sector allocations and disciplined stock selection in a reasonably concentrated portfolio (25-40 holdings).

PERFORMANCE

PERFORMANCE – SINCE 1ST APRIL 2015*



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 A 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.

*William Hanbury co-managed the Fund from 1st Jan 2015 and became lead manager on 1st April 2015.

Period	1 Month	3 Months	YTD	1 Year	3 Years	5 Years	Inception Oct 05
Portfolio (%)	3.9	-2.0	-0.6	14.8	21.6	31.1	179.6
Benchmark (%)	0.7	-5.7	1.4	24.0	22.4	42.6	225.9
Morningstar Peer Group (%)	0.7	-5.7	0.2	19.2	20.4	33.6	178.0
Quartile	I	I	3	4	2	2	2

DISCRETE CALENDAR YEAR PERFORMANCE

Period	2017	2016	2015	2014	2013
Fund (%)	36.4	4.1	-4.8	-2.1	9.9
Benchmark (%)	41.7	5.4	-9.2	4.5	3.2

STANDARDISED PERFORMANCE

Period 1 year to	30/04/2018	30/04/2017	30/04/2016	30/04/2015	30/04/2014
Fund (%)	14.8	21.9	-13.1	9.5	-1.5

PORTFOLIO SUMMARY

COUNTRY		SECTOR		TOP 10 HOLDINGS	
Hong Kong	40.7%	Consumer Discretionary	36.3%	Korea Electric Power Corporation	8.4%
South Korea	15.3%	Information Technology	18.4%	China Maple Leaf Educational Systems	7.9%
India	11.1%	Industrials	16.3%	Xingda International Holdings Ltd.	6.7%
China	7.7%	Utilities	9.2%	China Meidong Auto Holdings Ltd.	5.9%
Philippines	6.2%	Consumer Staples	6.2%	Idfc Ltd.	5.0%
Singapore	5.9%	Financials	5.0%	Cox & Kings (India) Ltd.	4.6%
Others	4.4%	Telecommunication Services	3.9%	Baidu, Inc. Sponsored ADR Class A	4.4%
Thailand	4.0%	Health Care	3.3%	Ck Hutchison Holdings Ltd	4.1%
Taiwan	3.3%	Cash	1.4%	Zhejiang Expressway Co. Ltd. Class H	4.0%
Cash	1.4%	Total	100.0%	Samsung Electronics Co Ltd Pfd	4.0%
Total	100.0%			Total	55.0%

COMMENTARY

April was a good month for the fund, outperforming the index by over 3% with an absolute return of 3.9%. The largest contributor to performance was the South Korean state-owned electricity generator, KEPCO, which after reaching an eye-wateringly cheap level of 0.25x Price / Book, has recently started rallying. We met with the company during the month and were reassured by their belief that later this year the government will allow them to increase their prices (for industrial off-peak customers), increasing the profitability of the firm and offsetting the coal price increases that have been reducing their margins. Other positive contributions came from IDFC, Baidu and China Meidong.

On the negative side Asian Pay Television Trust (APTT) and British American Tobacco Malaysia (BATS) were two of the largest detractors to performance. Again, with these firms, we either met their management or spoke to them on the phone, however we came away underwhelmed from these meetings and as a result have sold out of BATS completely and almost fully from APTT.

We have resumed a holding in a name we have followed closely for a few years: Hana Microelectronics. The shares have fallen c40% from where we sold them and our trading near their historically trough valuation of 12x earnings, a dividend yield of 5.5% and a FCF yield of 9%. Like many exporters, Hana has been hurt by the recent weakness in the USD, but also there is some apprehension around some new product launches the company is planning. However, after discussions with Richard Han the CEO and largest shareholder, we were encouraged enough to initiate a holding at 2.5%.

FUND MANAGER



William Hanbury

INVESTMENT TEAM



Brook Tellwright

ANALYST



Alena Isakova

FUND DETAILS

FUND FACTS

Launch Date	31st October 2005
Morningstar Category	Asia-Pacific Ex-Japan Equity
Benchmark	MSCI AC Asia Ex Japan Index
Fund Size	\$128.2m
No. of Holdings	28
Domicile	Ireland
Sedol	B0NLMSI
Bloomberg Code	WAVAPAU ID
Fund Type	OEIC
Base Currency	USD
Other Currencies	GBP, EUR
Ex Dividend Dates	31st April and 31st October

RISK STATISTICS

3Y Annualised

Fund Volatility (%)	16.1
Index Volatility (%)	15.5
Sharpe Ratio	0.7
Information Ratio	0.0
Tracking Error	7.3
Alpha (%)	0.7
Beta	0.9
Active Share (% - Current)	87.9

FUND INFORMATION

Share class	ISIN	Minimum investment	AMC	INC/ACC	NAV	Historic yield (%)	Ongoing charge (%)
A USD	IE00B0NLMSI8	2,500 USD	1.00%	INC	24.03	0.81%	1.25%
A EUR	IE00B0NLMP86	1,500 EUR	1.00%	INC	24.22	0.86%	1.23%
A GBP	IE00B0NLMR01	1,500 GBP	1.00%	INC	29.11	0.81%	1.25%

The benchmark was FTSE All World Asia Pacific ex Japan TR from inception to 30th September 2014. From 1st October 2014 the benchmark for the Waverton Asia Pacific Fund is MSCI AC Asia ex Japan.

CONTACT DETAILS

MARKETING CONTACT

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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 Administrator, RBC Investor Services (Ireland). Sources: Waverton, Morningstar.

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