



**WAVERTON**  
INVESTMENT MANAGEMENT

# WAVERTON ASIA PACIFIC A USD

FUND FACTSHEET - AS AT 31 AUGUST 2018

## OBJECTIVES

### FUND AIM

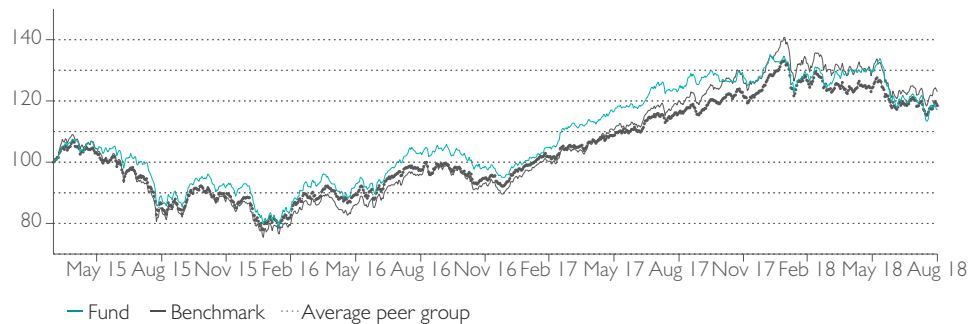
The Waverton Asia Pacific Fund seeks to achieve capital growth and generate an income through diversified investment in equities of Asian-Pacific companies (excluding Japanese equities).

### 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 1<sup>ST</sup> 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 (%)	-3.2	-10.0	-10.4	-5.7	31.8	31.6	152.0
Benchmark (%)	-1.0	-5.0	-4.9	2.8	44.9	46.5	205.6
Morningstar Peer Group (%)	-1.4	-4.5	-4.5	3.1	39.7	40.3	166.4
Quartile	4	4	4	4	3	3	3

### 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	31/08/2018	31/08/2017	31/08/2016	31/08/2015	31/08/2014
Fund (%)	-5.7	20.3	16.0	-13.9	16.1

## PORTFOLIO SUMMARY

COUNTRY		SECTOR		TOP 10 HOLDINGS	
Hong Kong	47.1%	Consumer Discretionary	33.1%	Idfc Ltd.	7.8%
India	14.1%	Information Technology	22.0%	China Meidong Auto Holdings Ltd.	6.4%
South Korea	7.8%	Industrials	19.2%	Xingda International Holdings Ltd.	6.1%
China	6.7%	Financials	7.8%	Zhejiang Expressway Co. Ltd. Class H	5.8%
Thailand	5.5%	Consumer Staples	5.5%	Xinyi Glass Holdings Limited	5.1%
Philippines	5.5%	Telecommunication Services	4.0%	Cox & Kings (India) Ltd.	4.9%
Others	4.8%	Utilities	3.6%	China Maple Leaf Educational Systems	4.6%
Singapore	3.7%	Health Care	3.4%	Xero Limited	4.6%
Taiwan	3.4%	Cash	1.4%	Ck Hutchison Holdings Ltd	4.6%
Cash	1.4%	<b>Total</b>	<b>100.0%</b>	Samsung Electronics Co Ltd Pfd	4.4%
<b>Total</b>	<b>100.0%</b>			<b>Total</b>	<b>54.3%</b>

## COMMENTARY

Our largest overweight is China (9% more than the benchmark). There is currently significant negative sentiment towards the country, which has underperformed due to worries around the US trade disputes and the impact of its deleveraging, however the companies we speak to currently offer the best prospects relative to their valuations. In our experience, finding quality companies that are being sold off in the face of macro-economic or political concern is a lucrative long-term strategy. It does however almost always result in short-term pain, which we are experiencing at present. We believe patience will be rewarded.

At stock level, the Chinese government announced a draft regulation which has questioned the ability of schools teaching the Chinese national curriculum to be run "for-profit". This news caused a significant sell-off in the Chinese education sector resulting in one of our holdings, China Maple Leaf, falling sharply, eroding 2.6% from the fund's performance and more than accounting for the month's overall underperformance of 2.2%.

On the positive side China Meidong, which we wrote about last month, had very good results and rallied 28% as a result.

### 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	\$114.0m
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 (%)	15.0
Index Volatility (%)	13.6
Sharpe Ratio	1.0
Information Ratio	-0.5
Tracking Error	7.0
Alpha (%)	-3.0
Beta	1.0
Active Share (% - Current)	95.4

### FUND INFORMATION

Share class	ISIN	Minimum investment	AMC	INC/ACC	NAV	Historic yield (%)	Ongoing charge (%)
A USD	IE00B0NLMSI8	2,500 USD	1.00%	INC	21.66	0.90%	1.25%
A EUR	IE00B0NLMMP86	1,500 EUR	1.00%	INC	22.63	0.92%	1.23%
A GBP	IE00B0NLMR0I	1,500 GBP	1.00%	INC	27.69	0.85%	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

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

### ADMINISTRATOR

**RBC Investor Services**  
Dublin\_TA\_Customer\_Support@rbc.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 Administrator, RBC Investor Services (Ireland). 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.