

Japan Equity Small Cap Absolute Value (I) JPY

DAIWA SBI LUX FUNDS SICAV | MONTHLY FACTSHEET Data as of 31 May 2021 (also share class liquidation date 26 May 2021 applies)

Investment Objective

To maximise total return over the medium-to-long term.

Product Description

This long-only product aims to maximise total return over the medium-to-long term by adopting a distinctive value-biased active investment style by looking for investment opportunities in undervalued, small- and micro-cap companies with sustainable growth potential.

Investor Profile

Institutional and wholesale investors seeking investments in Japanese small cap equities with a long-term investment horizon.

Key Facts

ISIN [(I) JPY]	LU1550200833
Bloomberg Ticker	DSBSCJI
Fund Domicile	Luxembourg
Legal Structure	SICAV
LEI	2138008IOOVSKCGISQ06
Regulatory Structure	UCITS
Investment Manager	Sumitomo Mitsui DS Asset Management Company, Limited
DSBI LEI	353800OR4M01T5D64H14
Strategy Inception	30 April 2004
Fund Inception	28 February 2017
Share Class Inception	26 September 2017
Portfolio Manager	Tatsuro NIGAURO
Base Currency	JPY
Available Currencies	JPY, EUR, GBP, USD
Investment Style	Small & Micro Cap: Value
Reference Benchmarks	TOPIX (with div) Russell/Nomura Small Cap (with div)
Number of Holdings	Circa 150
Fund AUM (million)*	JPY 11,397.43 EUR 85.08 USD 103.64
Strategy Size (million)**	JPY 112,190.56 EUR 852.63 USD 1,026.40
Administrator	Brown Brothers Harriman (Luxembourg) S.C.A.
BBH LEI	222100V03Y766EM5TZ83

*As at 31 May 2021 **As at 30 April 2021

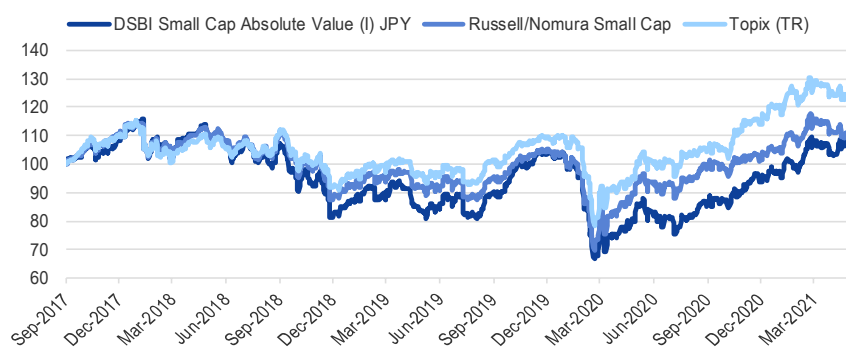
Investment Information

Investment Management Fee	Institutional (I) 0.80% p.a.	Wholesale (A) 1.20% p.a.
Max Man Co. Fee	0.35% p.a.	
Trading Frequency	Weekly, on Tuesday	
Dealing Cut-Off Time	16:00 CET Monday, weekly	

Performance Risk Warnings

Risk warning: Past performance is not a reliable indicator of future performance and may not be repeated. An investment's value and the income deriving from it may fall, as well as rise, due to market fluctuations. Investors may not get back the amount originally invested. Any minor discrepancies are due to rounding. Performance is shown in JPY, the return may increase or decrease as a result of currency fluctuations, and is gross of fees (after trading expenses).

Daily Fund Performance vs. Reference Benchmarks#

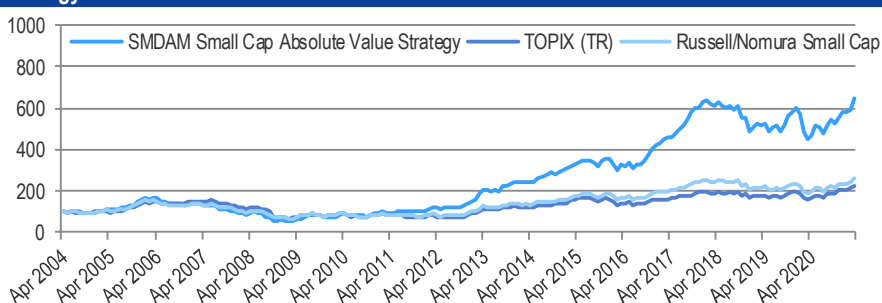


Source: SMDAM and Bloomberg, data as at 26 May 2021. Rebased to 100 at inception of share class (26 September 2017). The chart above shows daily performance, in JPY, of the UCITS Fund against the reference benchmarks: TOPIX (with div) and Russell/Nomura Small Cap (with div). Performance is illustrated Gross of fees.

Fund Performance Share class: (I) JPY as at 26 May 2021 (Full share class liquidation date)

ISIN: LU1550200833 Fund: Net of Fees	March 2021 %	April 021 %	May 2021 %	3 Month %	1 Year % p.a.	Since Inception % p.a. †
Small Cap Absolute Value	10.32	-3.67	4.66	11.22	27.30	2.14
TOPIX#	5.71	-2.84	2.60	5.37	27.12	6.78
Excess Return#	4.61	-0.83	2.06	5.85	0.18	-4.64
Russell Nomura Small Cap#	7.60	-2.98	0.53	4.94	18.88	3.03
Excess Return#	2.72	-0.69	4.13	6.28	8.42	-0.89

Strategy Performance vs. Reference Benchmarks#



Source: SMDAM and Bloomberg. Data as at 31 March 2021. Rebased to 100 at inception of strategy (30 April 2004). The chart above shows performance, in JPY, of the Japan Equity Small Cap Absolute Value strategy against the reference benchmarks: TOPIX (with div) and Russell/Nomura Small Cap (with div).

JPY Basis Strategy: Gross of Fees	Strategy Δ Performance as at 31 March 2021			
	3 years % p.a.	5 years % p.a.	10 years % p.a.	Since inception % p.a.
Small Cap Absolute Value	2.32	14.85	21.48	11.72
TOPIX#	6.90	10.17	10.82	5.01
Excess Return#	-4.58	4.68	10.66	6.72
Russell/Nomura Small Cap#	2.28	8.91	11.82	5.91
Excess Return#	0.03	5.93	9.66	5.91
Sharpe Ratio	0.11	0.80	1.19	0.58

Performance Disclaimers

Source for all Fund data is SMDAM and SMDAM (UK). Basis for (I) JPY unhedged share class performance data: NAV based, total return (net of fees), in JPY. # Where the Japan Equity Small Cap Absolute Value UCITS Fund performance is compared to TOPIX (with div) and Russell/Nomura Small Cap (with div) indices performance, this is done for reference purposes only as the Strategy and UCITS Fund is benchmark-agnostic. This information is provided against the TOPIX index to illustrate how the investment fared versus the entire Japanese Market. Periods of performance stated that pre-dates fund launch date 28 February 2017 are for illustrative purposes only and represents a segregated GIPS composite (GIPS composite A1131). The GIPS composite has a similar composition to the Small Cap Absolute Value UCITS Fund and uses the same investment process and fund managers and therefore we believe the performance numbers quoted are a fair indication of what the performance of this Fund (gross of fees) would have been. Gross of fees include: returns reflect the reinvestment of dividends and other earnings and are shown before the deduction of investment management fees. Performance in the market commentary is shown in JPY terms.

† Inception date of Japan Equity Small Cap Absolute Value UCITS Fund (I) JPY is 26 September 2017

Δ The strategy's inception date is 30 April 2004

Japan Equity Small Cap Absolute Value (I) JPY

DAIWA SBI LUX FUNDS SICAV | MONTHLY FACTSHEET

Data as of 31 May 2021

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The prospectus, the Key Investor Information Document, the articles of association as well as the annual and semi-annual reports may be obtained free of charge from the representative.

France: Société Générale S.A.

Facilities Agent:

United Kingdom: Global Funds Registration Ltd.

Market Commentary

Large-cap/ value stock markets advanced on the back of overall strong earnings in May, while small-cap/ growth stocks entered a correction phase due to concerns over monetary tightening in the US. As a result, the TOPIX (including dividends) rose +2.60% (JPY terms) while the Russell/Nomura Small Cap Index (including dividends) rose +0.53% (JPY terms). Our portfolio outperformed the latter as we invest in value stocks including manufacturers. Our fund gained +4.66% (JPY terms).

The gap of share price indicators such as PER and PBR among issues within the small-/ mid-cap stock markets has expanded to an unprecedented level by now as the inflow of investment funds into the markets has concentrated on those with strong growth images for these three years (since 2018). However, value stocks have slightly outperformed others for these few months and this trend is likely to accelerate in the future. We will adhere to the current strategy and continue investing in value stocks.

Performance is shown in JPY terms.

Fund Characteristics

Top Ten Holdings	%
Daiki Aluminium Industry Co	4.91
Nippon Steel Trading Corp	4.90
G-Tekt Corp	4.81
Jaccs Co Ltd	4.59
Nichias Corp	3.95
Daikyonishikawa Corp	3.45
Ricoh Leasing Co Ltd	2.99
TPR Co Ltd	2.65
Sun-Wa Technos Corp	2.64
Daitron Co Ltd	2.61
TOTAL	37.50

Source: SMDAM.
 Data as at 31 May 2021.

NB: Futures positions constitute 0.00% of the portfolio as at 31 May 2021.

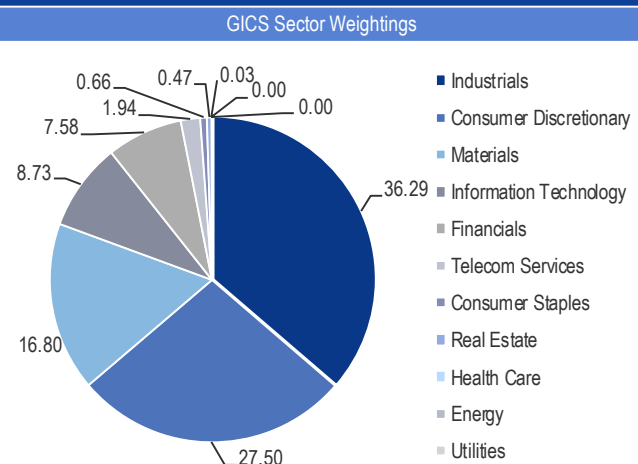
Institutional (I)

Share Class	ISIN	Minimum investment amount	Subsequent investment amount
JPY	LU1550200833	JPY 30,000,000	JPY 6,000,000
EUR (H)	LU1550201054	EUR 250,000	EUR 50,000
GBP (H)	LU1550201138	GBP 200,000	GBP 40,000
USD (H)	LU1550201211	USD 300,000	USD 60,000
GBP (UH)	LU1592281262	GBP 200,000	GBP 40,000

Wholesale (A)

Share Class	ISIN	Minimum investment amount	Subsequent investment amount
JPY	LU1550201484	JPY 6,000,000	JPY 600,000
EUR (H)	LU1550201567	EUR 50,000	EUR 5,000
GBP (H)	LU1550201641	GBP 40,000	GBP 4,000
USD (H)	LU1550201724	USD 60,000	USD 6,000

(H) indicates hedged share class. (UH) indicates unhedged share class.



- Industrials
- Consumer Discretionary
- Materials
- Information Technology
- Financials
- Telecom Services
- Consumer Staples
- Real Estate
- Health Care
- Energy
- Utilities

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