

Japan Equity Small Cap Absolute Value

Data as of 31 August 2021

Product Description

This benchmark agnostic small cap product adopts a distinctive value biased active investment style which combines the tenets of growth and value investing whilst taking market trends into consideration. We aim to identify financially stable companies and to invest in small and microcap stocks with sustainable growth potential that are undervalued.

Key Facts

Investment Style	Value biased active management
Strategy Inception Date	May 2004
Strategy Benchmark	Reference indices: Russell/Nomura Small Cap (with div) and TOPIX (with div)
Performance Target	No set target, aims for long-term capital appreciation
Tracking Error	No set target
Stock Limits	No set limit, circa 5%
Sector Limits	No constraints
Number of Holdings	Circa 200
Strategy Size	USD 1,041 million

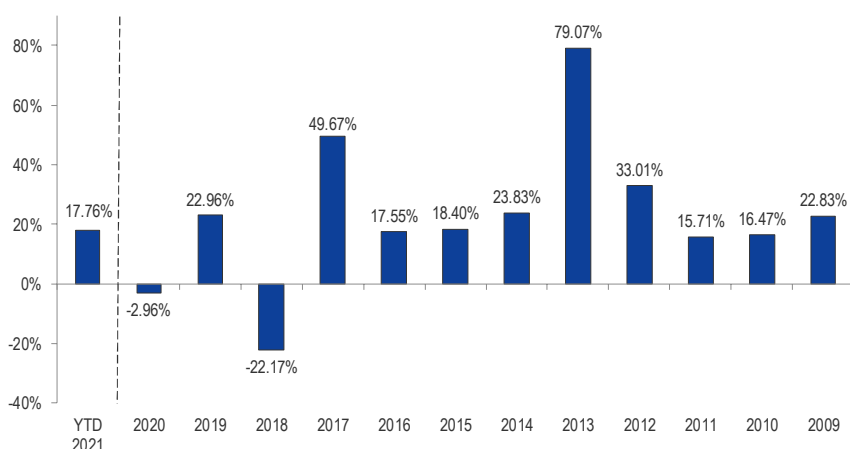
Composite Performance

JPY basis / Gross of Fees	1 month %	3 month %	1 year %	3 years % p.a.	5 years % p.a.	Since inception† % p.a.
Small Cap AbVal	2.56	4.84	32.51	4.72	15.60	11.72
Ref Bmk: R/N Small	2.67	3.61	20.05	2.51	9.70	5.67
Excess vs R/N Small	-0.11	1.23	12.46	2.22	5.90	6.05
Ref Bmk: TOPIX	3.17	2.12	23.79	6.63	10.55	4.92
Excess vs TOPIX	-0.61	2.72	8.72	-1.91	5.05	6.81
JPY basis / Gross of Fees	YTD 2021 %	2020 %	2019 %	2018 %	2017 %	2016 %
Small Cap AbVal	17.76	-2.96	22.96	-22.17	49.67	17.54
Ref Bmk: R/N Small	10.42	-0.62	16.99	-19.76	30.18	4.78
Excess vs R/N Small	7.34	-2.33	5.96	-2.41	19.48	12.77
Ref Bmk: TOPIX	9.90	7.39	18.12	-15.97	22.23	0.31
Excess vs TOPIX	7.86	-10.35	4.84	-6.19	27.43	17.23

Source: SMDAM data as at 31 August 2021. † Inception date: May 2004. Reference benchmark: Russell/Nomura Japan Small Cap index (with div) and TOPIX (with div). Minor discrepancies due to rounding.

Absolute Performance

The chart reflects the absolute returns of this composite on a calendar year basis and is shown in yen terms and gross of fees.



Portfolio Manager

Tatsuro NIGAURI, CMA
30 years industry experience

Sector Breakdown	%
Construction & Materials	18.53
Commercial & Wholesale Trade	14.71
Financials (Ex Banks)	9.86
Retail Trade	9.84
IT & Services, Others	7.82
Automobiles & Transportation Equipment	7.28
Raw Materials & Chemicals	6.29
Machinery	6.17
Transportation & Logistics	4.87
Electric Appl & Precision Instruments	4.32
Real Estate	4.19
Steel & Nonferrous Metals	3.55
Energy Resources	1.69
Foods	0.79
Pharmaceutical	0.09
Electric Power & Gas	0.00
Banks	0.00
Total	100.00

Sector breakdown based on the TOPIX-17 Series Indices classification (detailing representative account).
Source: SMDAM and FactSet Research Systems Inc. of the US, as at 31 August 2021.

Top Ten Holdings	%
Nippon Steel Trading Corp	4.24
Jaccs Co Ltd	3.86
Nichias Corp	3.79
Sanyo Trading Co Ltd	3.77
Hamakyorex Co Ltd	3.37
Daiki Aluminium Industry Co	3.33
Ku Holdings Co Ltd	3.30
Nichirin Co Ltd	3.13
Asax Co Ltd	3.01
Ricoh Leasing Co Ltd	2.99
Total	34.79

Data shown is for the representative segregated account.
The organisations and/or financial instruments mentioned are for reference purposes only. The content of this material should not be construed as a recommendation for their purchase or sale.

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