

Japan Equity Fundamental Active

Data as of 31 October 2021

Product Description

This product combines both growth and value style investing to generate alpha. Its bottom-up process is founded on intensive fundamental research and utilises our proprietary valuation and earnings momentum growth tools.

Key Facts

Investment Style	Core: value and growth
Strategy Inception Date	1 October 2003
Composite Inception Date	1 July 2007
Strategy Benchmark	TOPIX (with dividends)
Performance Target	3%+ p.a. above benchmark
Tracking Error	10% (maximum)
Stock Limits	+5% of benchmark weight
Sector Limits	Larger of $\pm 50\%$ of the benchmark weight (relative) and $\pm 5\%$ of the benchmark weight (absolute)
Number of Holdings	100 – 150
Strategy Size	USD 2,398 million

Composite Performance

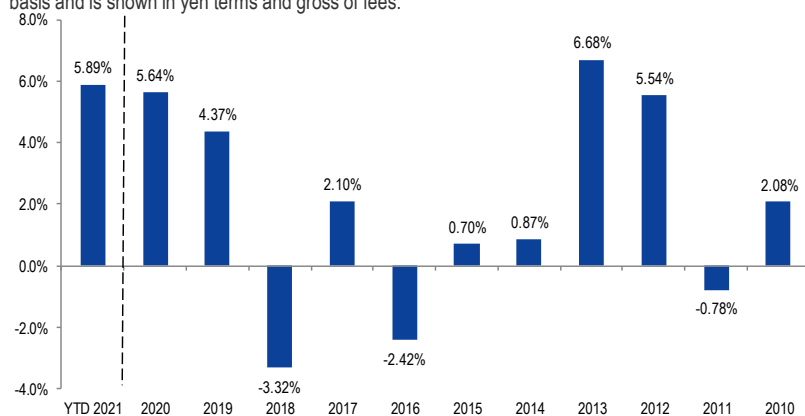
JPY basis / Gross of Fees	1 month %	3 month %	1 year %	3 years % p.a.	5 years % p.a.	Since inception† % p.a.
Fundamental Active	0.08	8.13	38.15	13.71	12.67	5.09
TOPIX (with dividends)	-1.42	6.14	29.38	9.26	9.96	3.00
Excess Return	1.49	1.99	8.76	4.44	2.71	2.09
Tracking Error *	N/A	N/A	2.27	2.49	2.37	2.67
Information Ratio	N/A	N/A	3.87	1.79	1.14	0.78
JPY basis / Gross of Fees	YTD 2021 %	2020 %	2019 %	2018 %	2017 %	2016 %
Fundamental Active	18.96	13.02	22.49	-19.30	24.33	-2.11
TOPIX (with dividends)	13.06	7.39	18.12	-15.97	22.23	0.31
Excess Return	5.89	5.64	4.37	-3.32	2.10	-2.42
Tracking Error *	N/A	2.18	2.34	1.94	2.08	2.52
Information Ratio	N/A	2.59	1.86	-1.71	1.01	-0.96

Source: SMDAM data as at 31 October 2021. † Inception date: July 2007.

* Tracking error is calculated using monthly returns. Minor discrepancies due to rounding.

Relative Performance

The chart reflects the excess returns of this composite versus the TOPIX (with dividends) on a calendar year basis and is shown in yen terms and gross of fees.



Portfolio Manager

Masahi KAMOHARA, CMA
34 years industry experience

Sector Breakdown

Sector	%
Elec. Appl. & Precision Instr.	24.11
IT & Services, Others	15.20
Auto. & Transp. Equipment	11.81
Raw Materials & Chemicals	7.93
Financials (ex Banks)	7.44
Pharmaceutical	5.40
Steel & Nonferrous Metals	5.31
Comm. & Wholesale Trade	4.50
Machinery	3.84
Banks	3.47
Construction & Materials	3.18
Retail Trade	2.37
Transportation & Logistics	2.35
Real Estate	1.28
Energy Resources	0.92
Foods	0.89
Electric Power & Gas	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 October 2021.

Top Ten Holdings

Company	%
Toyota Motor Corporation	4.71
Shin-Etsu Chemical Co Ltd	3.56
Mitsubishi UFJ Financial Group	3.47
Sony Group Corporation	3.46
Ibiden Co Ltd	3.30
Keyence Corporation	2.56
Nomura Holdings Inc	2.13
Daiichi Sankyo Co Ltd	2.06
JFE Holdings Inc	1.98
Nippon Telegraph & Telephone	1.96
Total	29.19

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

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