

# Japan Equity Sustainable Dividend

Data as of 31 October 2021

## Product Description

The Japan Equity Sustainable Dividend strategy seeks to achieve mid-to-long term capital growth through investing primarily in equities or equities-related securities issued by Japanese companies. This product is strongly focused on consistent dividend pay-outs and utilises both quantitative valuation and qualitative analysis to create a portfolio that is actively managed with controlled risk. The strategy is focussed on total return, in particular on the sustainability of dividend payments and reaps value from the Japanese equity market through investing in stocks with consistent dividend pay outs and low risk of dividend cuts.

## Key Facts

Investment Style	Quality
Strategy Inception Date	1 March 2013
Strategy Benchmark	Reference Index: TOPIX (with dividend)
Performance Target	Mid-long term capital appreciation
Tracking Error	Not set
Stock Limits	Maximum 10% of individual stocks
Sector Limits	Not set
Number of Holdings	70 – 90
Strategy Size	USD 973 million

## Composite Performance

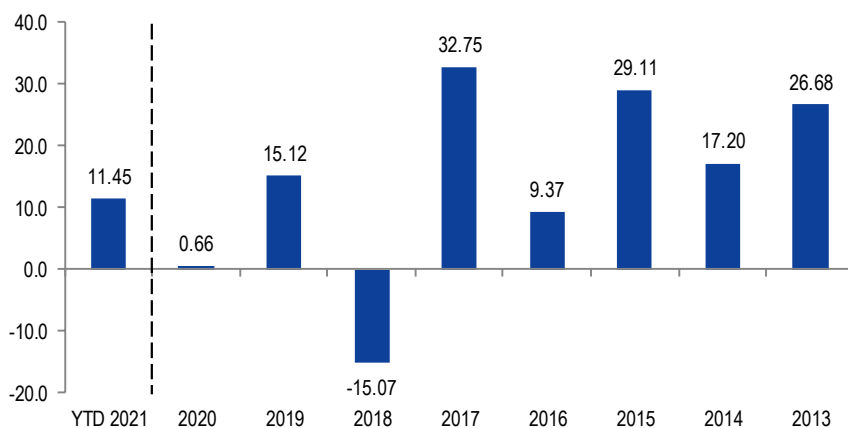
JPY basis / Gross of Fees	1 month %	3 month %	1 year %	3 years % p.a.	5 years % p.a.	Since inception† % p.a.
Sustainable Dividend	-1.88	2.80	26.65	5.42	9.76	13.74
Reference Index: TOPIX (with dividends)	-1.42	6.14	29.38	9.26	9.96	11.07
Excess Return	-0.47	-3.33	-2.73	-3.85	-0.21	2.68
Tracking Error *	N/A	N/A	4.83	3.97	3.99	5.90
Information Ratio	N/A	N/A	-0.57	-0.97	-0.05	0.45
JPY basis / Gross of Fees	YTD 2021 %	2020 %	2019 %	2018 %	2017 %	2016 %
Sustainable Dividend	11.45	0.66	15.12	-15.07	32.75	9.37
Reference Index: TOPIX (with dividends)	13.06	7.39	18.12	-15.97	22.23	0.31
Excess Return	-1.61	-6.73	-2.99	0.90	10.52	9.06

Source: SMDAM data as at 31 October 2021. † Inception date: 1 March 2013.

\* Tracking error is calculated using monthly returns. 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

Seiji IWAMA, CMA  
20 years industry experience

## Sector Breakdown

Sector	%
IT & Services, Others	21.90
Construction & Materials	11.23
Comm. & Wholesale Trade	9.40
Financials (Ex Banks)	8.08
Retail Trade	7.67
Transportation & Logistics	6.32
Auto. & Transp. Equipment	6.02
Pharmaceutical	5.38
Raw Materials & Chemicals	5.19
Banks	5.15
Foods	3.78
Elec. Appl. & Precision Instr.	3.08
Real Estate	2.93
Machinery	1.95
Electric Power & Gas	1.03
Energy Resources	0.89
Steel & Nonferrous Metals	0.00
<b>Total</b>	<b>100.00</b>

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	%
Nippon Telegraph and Telephone	5.00
Zenkoku Hoshu Co Ltd	2.42
Astellas Pharma Inc	2.66
Kyushu Railway Company	2.00
SCSK Corporation	1.79
Kamigumi Co Ltd	1.71
Sompo Holdings Inc	1.79
Sho-Bond Holdings Co Ltd	1.48
Exeo Group Inc	1.49
Ono Pharmaceutical Co Ltd	1.60
<b>Total</b>	<b>21.94</b>

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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