

Japan Equity Sustainable Dividend (I) JPY

DAIWA SBI LUX FUNDS SICAV | MONTHLY FACTSHEET

Data as of 31 October 2021

Investment Objective

To maximise total return over the medium-to-long term by focusing on companies with sustainable dividend payments.

Product Description

This product seeks to achieve mid-to-long term capital growth through investing primarily in equities or equities-related securities issued by Japanese companies. It 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.

Investor Profile

Investors who can afford to invest their capital over the long term.

Key Facts

ISIN [(I) JPY]	LU1767076315
Bloomberg Ticker	DSBSDJI
Fund Domicile	Luxembourg
Legal Structure	SICAV
LEI	21380039FEH3QPIJV648
Regulatory Structure	UCITS
Investment Manager	Sumitomo Mitsui DS Asset Management Company, Limited
SMDAM (UK) LEI:	213800U65SVAMEAI6V90
Strategy Inception	1 March 2013
Fund Inception	26 February 2018
Share Class Inception	26 February 2018
Portfolio Manager	Seiji IWAMA
Base Currency	JPY
Available Currencies	JPY, EUR, GBP, USD
Investment Style	Quality
Reference Benchmarks	TOPIX (with div)
Number of Holdings	Circa 70-90
Fund AUM (million)*	EUR 13.49 USD 15.61 JPY 1,780.44
Strategy Size (million)**	EUR 854.05 USD 989.80 JPY 110,436.89
Administrator	Brown Brothers Harriman (Luxembourg) S.C.A.
BBH LEI	222100V03Y766EM5TZ83

*As at 31 October 2021 **As at 30 September 2021

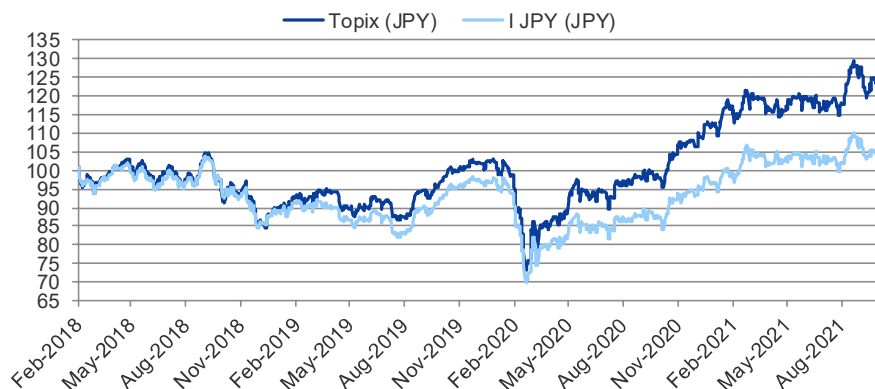
Investment Information

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	Daily	
Dealing Cut-Off Time	16:00 CET	

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 31 October 2021. Rebased to 100 at inception of Fund (26 February 2018). The chart above shows daily performance, in the currency stated for the UCITS Fund (JPY) against the reference benchmark TOPIX (with div) which is shown in JPY. Performance is illustrated Gross of fees.

Fund Performance Share class: (I) JPY as at 31 October 2021

ISIN: LU1767076315 Fund: Net of Fees	August 2021 %	September 2021 %	October 2021 %	3 Year % p.a.	1 Year % p.a.	Since Inception % p.a.†
Sustainable Dividend	1.50	2.78	-2.06	3.00	23.27	1.06
Reference benchmark: TOPIX (with div)	3.17	4.36	-1.42	9.26	29.38	5.87
Excess Return	-1.67	-1.58	-0.64	-6.27	-6.11	-4.82

Performance Disclaimers

Source for all data is SMDAM and SMDAM (UK). Basis for (I) JPY share class performance data: NAV based, total return (net of fees), in JPY.

Performance in the market commentary is shown in JPY terms.

† Inception date of Japan Equity Sustainable Dividend UCITS Fund (I) JPY is 26 February 2018

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Data as of 31 October 2021

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Paying / Information Agents:

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Sparkassen AG

Germany: German Fund Information
Service UG (Haftungsbeschränkt)

Luxembourg: Brown Brothers Harriman
(Luxembourg) S.C.A.

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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

The Nikkei Stock Average closed down -1.90% m/m at 28,892.69 for October, while TOPIX closed down -1.42% (JPY terms) at 2,001.18. Our fund closed down at -2.06% (JPY terms). The market was weighed down by credit concerns for China's Evergrande Group, caution over the US debt ceiling crisis, and a rise in US long-term interest rates. However, declines were mitigated by record high stock prices in the US. With earnings results announcements moving into high gear, firms reporting favourable earnings were bought, but there was an increasing sense of caution over the outlook for the future.

The market declined in early October, weighed down by concerns over credit risk at China's Evergrande Group and the US debt ceiling crisis. A rise in US long-term interest rates also weighed heavily. Given the timing of the decline, some dubbed the sell-off as the "Kishida shock." However, beneficiaries of economic reopening rallied conspicuously on an end to the state of emergency declaration and expectations for the policies by the Kishida administration. Mid-month, Japanese stocks rose sharply as concerns over China's power shortage subsided, excessive inflationary concerns were eased by a pause in rising crude oil prices and US long-term interest rates, and the yen depreciation against the dollar progressed. The lower house was dissolved on 14 October. In late October, a rise in US long term rates weighed heavily, but the market moved sideways amid choppy trading after that, reacting to news flow on the general election. With earnings results announcements moving into high gear, firms reporting favourable earnings were bought, but there was an increasing sense of caution over the outlook for the future.

In October, beneficiaries of economic reopening basked in the limelight from the outset of the month but stalled significantly after that. Value stocks took the upper hand when US long-term interest rates were rising, but growth stocks held sway from mid-month as the rise in US long rates lost steam. Resource stocks fared well throughout the month.

The best performing sectors were mining (leading individual name among TOPIX 500 constituents was INPEX), nonferrous metals (Sumitomo Metal Mining, Dowa Holdings, Mitsui Mining & Smelting), glass & ceramics (Nippon Electric Glass, Taiheiyo Cement, NGK Spark Plug), oil & coal products, (Idemitsu Kosan, Eneos Holdings, Cosmo Energy Holdings), and other financing business (Orix, Tokyo Century, Aeon Financial Service). The worst performers were air transportation, electric power & gas, land transportation, retail trade, and rubber products.

Performance data shown in JPY terms.

Fund Characteristics

Top Ten Holdings	%
Nippon Telegraph & Telephone	5.01
Toyota Motor Corp	4.22
Astellas Pharma Inc	2.66
Mitsubishi UFJ Financial Group	2.58
Zenkoku Hoshu Co Ltd	2.41
Mitsubishi Corp	2.37
Kyushu Railway Company	1.99
KDDI Corp	1.99
Hitachi Ltd	1.84
Denso Corp	1.80
TOTAL	26.87

Source: SMDAM.
Data as at 31 October 2021.

NB: Futures positions constitute 6.71% of the portfolio as at 31 October 2021.

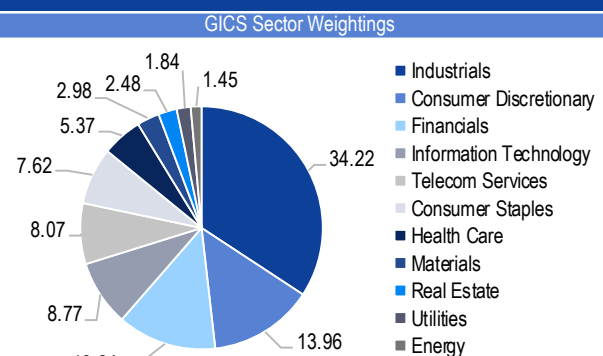
Institutional (I)

Share Class	ISIN	Minimum investment amount	Subsequent investment amount
JPY	LU1767076315	JPY 30,000,000	JPY 6,000,000
EUR (H)	LU1767076406	EUR 250,000	EUR 50,000
USD (H)	LU1767076661	USD 300,000	USD 60,000
GBP (H)	LU1767076588	GBP 200,000	GBP 40,000

Wholesale (A)

Share Class	ISIN	Minimum investment amount	Subsequent investment amount
JPY	LU1767076745	JPY 6,000,000	JPY 600,000
EUR (H)	LU1767076828	EUR 50,000	EUR 5,000
USD (H)	LU1767077123	USD 60,000	USD 6,000
GBP (H)	LU1767077040	GBP 40,000	GBP 4,000

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



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