

Japan Equity Fundamental Active

Data as of 31 July 2023

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 2,560 million
EU 2019/2088 SFDR Regs: Article 6	The strategy is categorised under SFDR as Article 6
EU 2020/852 Taxonomy Regs: Article 7	The investments underlying this financial product do not take into account the EU criteria for environmentally sustainable economic activities
EU 2020/852 Taxonomy Regs: Article 6	The strategy does not apply a specific index as a reference index to attain environmental and social characteristics

Composite Performance

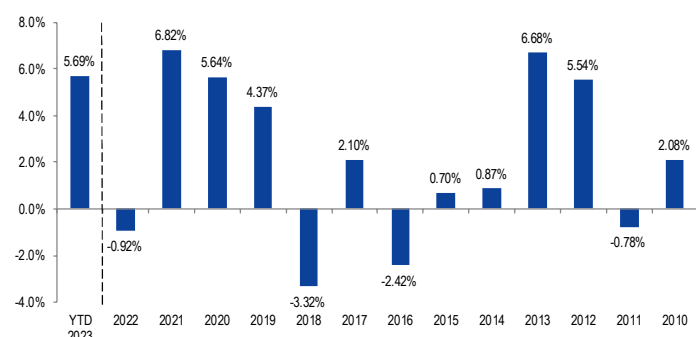
JPY basis / Gross of Fees	1 month	3 month	1 year	3 years	5 years	Since inception†
	month	month	year	years	years	inception†
	%	%	%	% p.a.	% p.a.	% p.a.
Fundamental Active	3.37	17.32	29.33	23.12	11.69	6.06
TOPIX (with dividends)	3.72	13.10	22.98	18.61	8.38	3.90
Excess Return	-0.36	4.22	6.35	4.51	3.30	2.16
Tracking Error *	N/A	N/A	3.62	3.31	3.04	2.82
Information Ratio	N/A	N/A	1.52	1.20	1.05	0.81
JPY basis / Gross of Fees	YTD 2023	2022	2021	2020	2019	2018
	%	%	%	%	%	%
Fundamental Active	30.22	-3.38	19.56	13.02	22.49	-19.30
TOPIX (with dividends)	24.52	-2.45	12.74	7.39	18.12	-15.97
Excess Return	5.69	-0.92	6.82	5.64	4.37	-3.32
Tracking Error *	N/A	4.15	2.40	2.18	2.34	1.94
Information Ratio	N/A	-0.13	2.45	2.59	1.86	-1.71

Source: SMDAM data as at 31 July 2023. † 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
35 years industry experience

Sector Breakdown

Sector	%
Elec. Appl. & Precision Instr.	20.17
IT & Services, Others	17.60
Auto. & Transp. Equipment	11.41
Machinery	7.01
Raw Materials & Chemicals	6.25
Comm. & Wholesale Trade	5.95
Banks	5.82
Financials (Ex Banks)	4.85
Pharmaceutical	4.75
Retail Trade	4.24
Real Estate	2.64
Construction & Materials	1.83
Transportation & Logistics	1.79
Foods	1.64
Energy Resources	1.48
Steel & Nonferrous Metals	1.45
Electric Power & Gas	1.12
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 July 2023.

Top Ten Holdings

Company	%
Mitsubishi UFJ Financial Group	4.79
Toyota Motor Corporation	4.74
Mitsubishi Corporation	3.67
Ibiden Co Ltd	2.93
Nippon Telegraph & Telephone	2.66
Sony Group Corporation	2.61
Keyence Corporation	2.54
Denso Corporation	2.53
Softbank Group Corporation	2.40
Renesas Electronics Corporation	2.32
Total	31.19

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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