

Japan Equity Fundamental Active

Data as of 31 May 2024

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 3,191 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

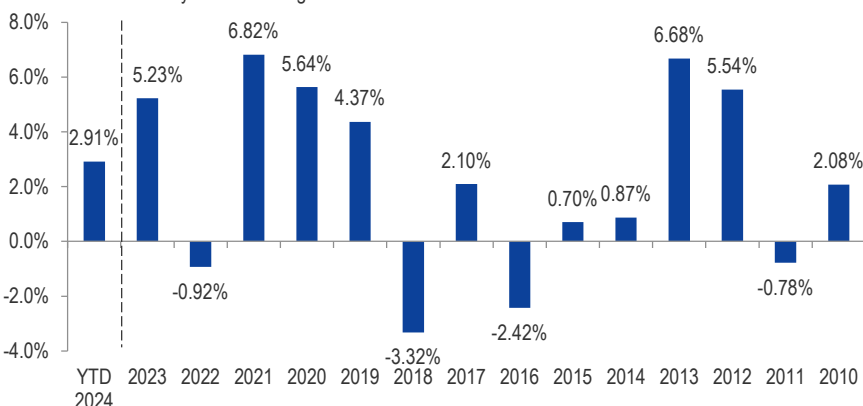
JPY basis / Gross of Fees	1 month %	3 month %	1 year %	3 years % p.a.	5 years % p.a.	Since inception† % p.a.
Fundamental Active	1.96	5.52	37.72	18.95	20.45	7.12
TOPIX (with dividends)	1.16	4.68	33.13	15.78	15.66	4.93
Excess Return	0.81	0.84	4.58	3.17	4.80	2.20
Tracking Error *	N/A	N/A	2.68	3.38	3.04	2.82
Information Ratio	N/A	N/A	1.37	0.88	1.39	0.82
JPY basis / Gross of Fees	YTD 2024 %	2023 %	2022 %	2021 %	2020 %	2019 %
Fundamental Active	21.33	33.49	-3.38	19.56	13.02	22.49
TOPIX (with dividends)	18.42	28.26	-2.45	12.74	7.39	18.12
Excess Return	2.91	5.23	-0.92	6.82	5.64	4.37
Tracking Error *	N/A	0.84	1.20	0.69	2.18	2.34
Information Ratio	N/A	0.42	-0.04	0.71	2.59	1.86

Source: SMDAM data as at 31 May 2024. † 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.



Source: SMDAM data as at 31 May 2024.

Portfolio Manager

Hideyuki TANIUCHI, CFA/ CMA
25 years industry experience

Sector Breakdown	%
Elec. Appl. & Precision Instr.	18.96
IT & Services, Others	15.04
Auto. & Transp. Equipment	9.38
Raw Materials & Chemicals	7.82
Banks	7.24
Financials (Ex Banks)	6.85
Comm. & Wholesale Trade	6.84
Machinery	5.69
Retail Trade	4.45
Pharmaceutical	4.03
Construction & Materials	3.70
Real Estate	2.58
Foods	2.40
Transportation & Logistics	2.20
Energy Resources	2.01
Electric Power & Gas	0.61
Steel & Nonferrous Metals	0.20
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 May 2024.

Top Ten Holdings

Top Ten Holdings	%
Mitsubishi UFJ Financial Group	4.89
Toyota Motor Corp	4.74
Mitsubishi Corp	3.98
Hitachi Ltd	3.33
Tokio Marine Holdings Inc	3.28
Daiichi Sankyo Co Ltd	2.63
Softbank Group Corp	2.62
Sony Group Corp	2.21
Shin-Etsu Chemical Co Ltd	1.94
Keyence Corp	1.85
Total	31.47

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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