

# Japan Equity Fundamental Active

Data as of 30 June 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 ±50% of the benchmark weight (relative) and ±5% of the benchmark weight (absolute)
Number of Holdings	100 – 150
Strategy Size	USD 3,174 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

\* **Note:** The AUM of Fundamental Active included a product in the same strategy group (namely High Conviction) until the end of March 2024. (AUM of High Conviction Strategy was USD 9.6 Million as of 31 March 2024.) As of April 2024 the High Conviction AUM has been removed and only Fundamental Active AUM is shown.

## Composite Performance\*\*\*

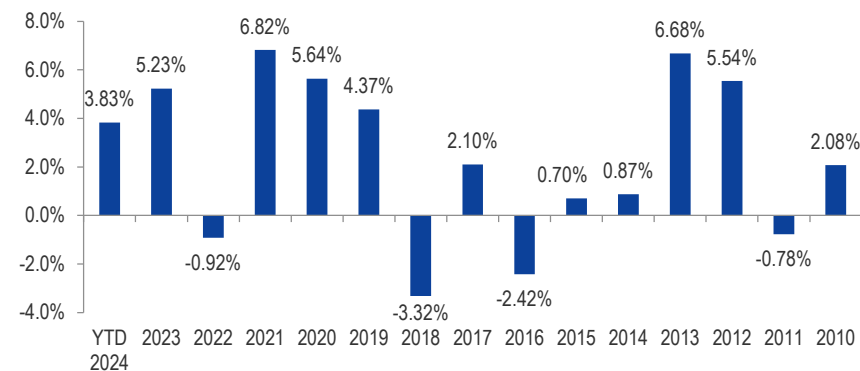
JPY basis / Gross of Fees	1 month %	3 month %	1 year %	3 years % p.a.	5 years % p.a.	Since inception† % p.a.
Fundamental Active	2.18	2.46	29.30	19.18	20.11	7.22
TOPIX (with dividends)	1.45	1.69	25.59	15.88	15.36	4.99
Excess Return	0.72	0.77	3.71	3.29	4.75	2.23
Tracking Error**	N/A	N/A	2.52	3.39	3.04	2.82
Information Ratio	N/A	N/A	1.23	0.91	1.39	0.83
JPY basis / Gross of Fees	YTD 2024 %	2023 %	2022 %	2021 %	2020 %	2019 %
Fundamental Active	23.97	33.49	-3.38	19.56	13.02	22.49
TOPIX (with dividends)	20.14	28.26	-2.45	12.74	7.39	18.12
Excess Return	3.83	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 30 June 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 30 June 2024. \*\*\* Past performance is not a reliable indicator of future performance and may not be repeated. The return may increase or decrease as a result of currency fluctuations.

## Portfolio Manager

Hideyuki TANIUCHI, CFA/ CMA  
25 years industry experience

## Sector Breakdown

Sector	%
Elec. Appl. & Precision Instr.	19.74
IT & Services, Others	15.79
Auto. & Transp. Equipment	8.64
Raw Materials & Chemicals	7.79
Banks	7.25
Financials (Ex Banks)	7.18
Comm. & Wholesale Trade	6.16
Machinery	6.01
Pharmaceutical	4.03
Retail Trade	3.98
Construction & Materials	3.51
Real Estate	2.71
Transportation & Logistics	2.28
Foods	2.19
Energy Resources	1.95
Electric Power & Gas	0.59
Steel & Nonferrous Metals	0.20
<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 30 June 2024.

## Top Ten Holdings

Company	%
Mitsubishi UFJ Financial Group	4.97
Toyota Motor Corp	4.48
Mitsubishi Corp	3.71
Hitachi Ltd	3.63
Tokio Marine Holdings Inc	3.55
Softbank Group Corp	2.94
Daiichi Sankyo Co Ltd	2.54
Sony Group Corp	2.28
Shin-Etsu Chemical Co Ltd	2.11
Ibiden Co Ltd	1.81
<b>Total</b>	<b>32.02</b>

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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