

**Important Information**

- The Fund invests in equities and equity-related securities of companies in or conducting the bulk of their business activities in Asia.
- The Fund's investment may be concentrated in the markets in the Asia region and the value of the Fund may be more volatile. Investing in emerging markets may involve increased risks, including liquidity, currency/currency control, political and economic uncertainties, legal and taxation, settlement, custody and volatility risks.
- The Fund may invest in derivatives for investment or hedging purposes who may involve counterparty/credit, liquidity, valuation, volatility and over-the-counter transaction risks. Exposure to derivatives may lead to a high risk of significant loss by the Fund.
- Dividends may be paid out of unrealized capital gains at the discretion of the Manager which would effectively represent paying dividend out of capital. This amounts to a return or withdrawal of part of an investor's original investment or any capital gains attributable to that original investment. Payment of dividends may result in an immediate reduction of the net asset value of the Fund per unit.
- Investors are responsible for their investment decisions and should ensure that the intermediary has advised on Fund's suitability and consistency with their investment objectives. If in doubt, please seek independent financial and professional advice.
- Investors should not invest in this Fund based solely on this document and should read the relevant offering documents (particularly the investment policies and risk factors) for more details before investing.

Investment Objective

To achieve long-term capital growth in the value of assets by investing in equities or equity related instruments of Asian companies which offer a) strong cash-flows to support a sustainable dividend yield of approximately 5%; b) attractive valuations in relation to both historic and market comparatives and intrinsic value; c) low net debt (or net cash); d) strong growth potential or re-rating capability.

The investment manager will from time to time, depending on market conditions, put in place market hedges to reduce downside volatility and to protect against undue capital losses.

Market Commentaries

The Fund was down 2.1% in November vs the MSCI APxJ down 4.4%. Global markets were up for most of November but got roiled towards month-end on the negative twin impacts from the emergence of the Omicron variant and a more hawkish stance from the US Fed. Jay Powell was re-confirmed for another term and wasted no time underlining speedier tapering and more interest rate hikes in 2022. US inflation was up a whopping 6.8% in November which was the highest monthly print since the Volcker Fed era in 1982. The term "transitory" has (rightly) been officially dropped.

Markets will remain choppy in the short term on these Omicron/will the Fed kill the cycle fears. US and Eurozone (G2) growth is likely to slow in 2022 which have already "re-opened" after the 2020 shock. By contrast, most of Asia will enjoy this re-opening fillip in 2022 as vaccination rates are high enough to allow greater mobility/take-off velocity. China will be a notable exception given its zero-Covid policy and may choose not to over-stimulate its economy after numerous policy changes and the property market meltdown this year.

We could conceivably see pronounced bifurcation in GDP growth rates between North Asia and ASEAN. China, Korea, Taiwan, HK and Singapore may see mild growth contractions (like the G2, as above) while Thailand, Malaysia, Indonesia and the Philippines enjoy decent rebounds as their economies properly open-up after a 2 year growth hiatus.

For this reason, we remain highly constructive on ASEAN equity markets going into 2022. Favored markets would be Indonesia and the Philippines. We are keeping a close eye on Malaysia, which is the worst market performer in ASEAN this year, with the KLCI -8.5% ytd. The macro set up looks respectable with GDP projected to double, FDI inflows strong and a large current account surplus. Worth noting that Malaysia & the Philippines are both 10% shy of their pre-Covid (January 2020) index levels while most others are appreciably above. Hong Kong, of course, a notable and miserable exception, down 20% over the same period.

The China market meltdown of 2021 has been spectacular, painful and seemingly inexorable. The MSCI China and H share index are both -33% from February while the China ADR Index has halved. H share valuations have become very cheap while the A-H premium has blown out to 44% due to the H share implosion but also A shares counter-intuitively rallying 5% ytd. The big question is whether there are more policy changes to come or if "that's it" ahead of the autumn 2022 National Congress. Also, is the worst over on the Evergrande debacle and subsequent defaults across the property sector? There are some small sparks of optimism emerging with the recent 50bps RRR cut & less restrictive rhetoric from the PBoC. For now, we have trimmed our China exposure to 28% and favour domestic demand, policy benign sectors such as renewables, autos and telcos.

Fund Performance in Nov 2021

	NAV	MoM %
Class A Cap (USD)	102.63	(2.06)

Exposure Breakdown

	%
Delta-Adj Long in Equities	88.8
Delta-Adj Short in Derivatives	(6.5)
Net Fund Exposure	82.3

Country Breakdown

	%
Equities	
China	28.1
Hong Kong	18.9
Korea	3.0
Malaysia	1.6
Indonesia	4.2
Philippines	9.7
Singapore	19.5
Taiwan	4.0
Subtotal - Equities	88.8
Financial Derivatives	
Hong Kong	(6.5)
Subtotal - Financial Derivatives	(6.5)
Net Fund Exposure	82.3

Top Equities Holdings

	%
Mediatek Inc	4.0
Prime Us REIT	3.9
Singapore Telecommunications Ltd	3.8
Jardine Matheson Holdings Ltd	3.7
HSBC Holdings PL	3.6
CIMC Enric Holdings Ltd	3.4
China Resources Power Holdings	3.3
CK Hutchison Holdings Ltd	3.3
Ping An Insurance Group	3.2
China Mobile Ltd	3.1
Total	35.3
Total Number of Equity Holdings	35

Projected Dividend Yield (p.a.) 4.70

Figures may not always sum due to rounding

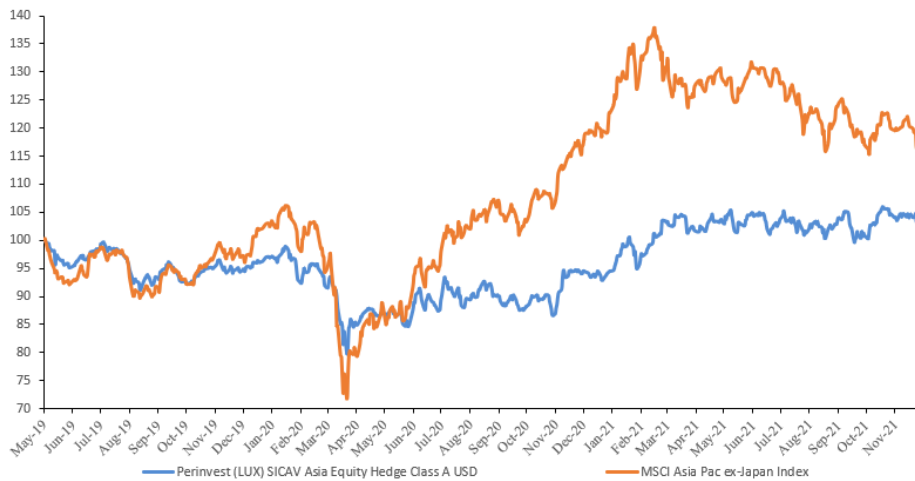


OPEN-ENDED UCITS FUND

Perinvest (LUX) SICAV – Asia Equity Hedge

PERINVEST

Comparative Performance



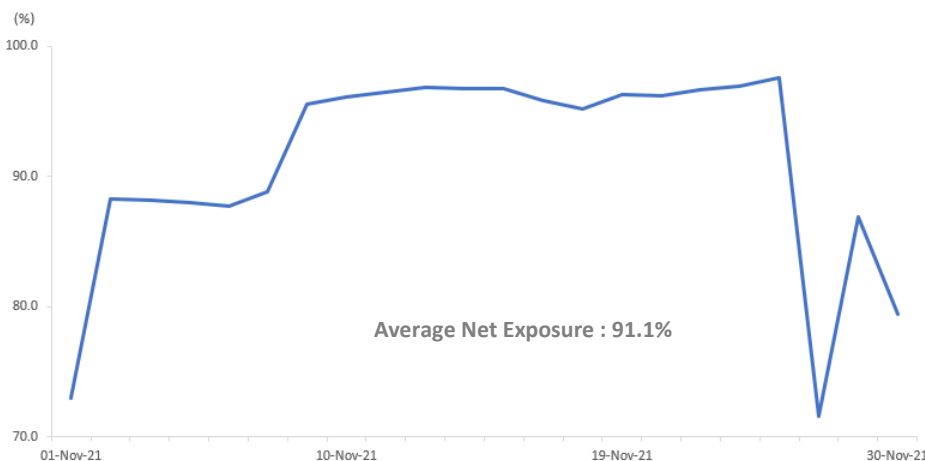
Fund Statistics

	%
Return since Inception	2.63
Annualized Return	1.01
Standard Deviation	12.26
Value-at-risk (1 month @ 95%)	6.06
% of Portfolio liquidated within 1 day (30% of 30 day ADT)	94.40

Key Information

Date of Launch	03/05/2019
Umbrella	Perinvest (LUX) SICAV
Investment Manager	Perinvest (UK) Ltd.
Sub-Investment Manager	Anli Asset Mgmt. Ltd.
Depository	Degroof Petercam
Investment Manager Fee	1.50%
Performance Fees	15.0%

Net Exposure (Delta-adjusted)



Codes

ISIN	LU1966780188
BLOOMBERG	PLSAEAX LX

Additional Information

Fund Type	SICAV
Domicile	Luxembourg
Base Currency	USD / EUR / GBP
Minimum Investment	USD100.00
Price as at 30/11/21	102.63
Price low / high	79.91 / 106.06

Monthly Performance (%)

		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2021	Fund (Class A Cap, USD)	+0.45%	+9.08%	(1.30%)	+1.45%	+0.81%	(1.48%)	(1.61%)	+1.55%	(1.60%)	+3.44%	(2.06%)		+8.52%
	MSCI Asia Pac ex-Japan	+3.42%	+1.28%	(2.30%)	+2.77%	+1.20%	(0.56%)	(6.84%)	+1.90%	(4.31%)	+1.70%	(4.38%)		(6.50%)
2020	Fund (Class A Cap, USD)	(4.22%)	(0.92%)	(7.20%)	+2.15%	(2.50%)	+3.08%	+2.26%	+0.54%	(2.51%)	(1.29%)	+8.55%	+0.42%	(2.47%)
	MSCI Asia Pac ex-Japan	(3.72%)	(4.35%)	(14.28%)	+9.76%	(0.56%)	+7.75%	+7.49%	+3.59%	(2.49%)	+2.37%	+9.02%	+6.48%	+19.80%
2019	Fund (Class A Cap, USD)	-	-	-	-	(4.75%)*	+3.35%	(2.24%)	(2.83%)	(0.83%)	+2.54%	(0.69%)	+2.66%	(3.03%)
	MSCI Asia Pac ex-Japan	-	-	-	-	(7.68%)	+5.89%	(1.65%)	(4.71%)	+1.50%	+3.99%	+0.27%	+5.57%	+2.36%

*Performance in May-19 was based on the Fund launch date on 03/05/19

This Newsletter is published by Anli Asset Management Limited

The Fact and Opinions stated in this publication are for information purposes only and should not be considered as an offer, or solicitation to deal in any of the investments mentioned herein. Neither Anli Asset Management Limited nor the portfolio managers can be held responsible for any direct or incidental loss incurred by applying any of the information in this publication. Every effort has been made to provide up-to-date information but Anli Asset Management Limited shall not be held responsible for any inadvertent mistakes, omissions or information changes. The information provided herein is for information purposes only and should not be construed as investment advice or legal opinion. Please consult a financial adviser regarding your investments. All rights reserved.

Anli Asset Management Limited

19/F Shanghai Industrial Investment Building, 48-62 Hennessy Road, Wan Chai, Hong Kong.
Tel: +852 3956 1648 | Email: cherie@anli.com.hk | Website: anli.com.hk