

**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 1.3% in October. Markets had a strong first 3 weeks on optimism for fresh US fiscal stimulus and Democratic nominee Joe Biden's lead widened in most election polls. The final week saw heavy selling on a wave of new virus cases across Europe (with numerous lockdowns being announced) and jitters ahead of the November 3 election date. The IMF also warned about an uneven macro recovery ahead. The VIX spiked to 40 from 25 while oil prices fell 10% during the nasty final week risk-off mood.

Earnings across Asia in 3Q20 has been solid & is running 15% ahead of consensus with half of the company report cards in. MSCI AxJ's EPS was revised up by 2.5% for 2020/21. EPS in 2020 is expected to drop 6% but a strong rebound is forecast in 2021 at 25%. AxJ currencies remained constructive as the USD (DXY) continued to weaken apart from the month end spike. This weakness augurs well into year end and 2021 as US money printing should kick-off again once the now President Elect Biden takes the helm next January.

Despite the month end volatility, we lifted long side exposure from 75% to 93% during the month and released all shorts. HK/China exposure was boosted from 51% to 61%. ASEAN exposure was raised from 20% to 32%.

Within the HK book, we did some intra-sector switching such as selling Hang Seng Bank and adding HSBC. The latter has suffered an annus horribilis on a litany of negative issues. Our core thesis is that dividends are likely to be re-instated in the new year, provisioning has peaked and there is some chance the bank might be split into 2 units – Asia and Ex Asia. Any of these events would lead to a significant re-rating off the 0.4x p/book floor. We also cut SHK Props (flat earnings) and Sino Land (solid re-rating ahead of ex div date) and switched into New World Development which has robust HK development sales and its 60%-held NWS Holdings is doing better (ie. focus on its core businesses) after a long de-rating.

ASEAN looks more attractive as punitive virus-related lockdowns are easing, especially in the Philippines and Indonesia. We added Bank Mandiri as a laggard and provisioning pressure dissipates. Robinsons Land will benefit from a pick-up in mall traffic in the Phils while it also plans to spin-out a REIT in 1Q21. Ayala Land was added as a blue chip bellwether on Phils sentiment. HK listed First Pacific is a high yield play on both the Phils and Indo with holdings in 3 large cap listcos that are doing well: PLDT, Metro Pacific and Indofood.

Singapore REIT space looks attractive to us, offering high yields and plenty of accretive acquisition activity. CapitalMall Trust was added ahead of its merger with Capital Commercial Trust to form the 2nd largest REIT in Asia XJ. The logistics REITs have performed well in the YTD so we took the opportunity to add Mapletree Logistics Trust on the back of an equity raise to finance the acquisition of a portfolio of warehouses in China, Malaysia and Vietnam. Jardine Strategic was also added a deep laggard whilst the outlook for its core businesses improve.

Fund Performance in Oct 2020		
	NAV	MoM %
Class A Cap (USD)	86.75	(1.29)
Exposure Breakdown		
		%
Delta-Adj Long in Equities		92.9
Delta-Adj Short in Derivatives		-
Net Fund Exposure		92.9
Country Breakdown		
		%
Equities		
China		29.4
Hong Kong		31.8
Indonesia		5.1
Philippines		7.7
Singapore		18.9
Subtotal - Equities		92.9
Financial Derivatives		
Hong Kong		-
Subtotal – Financial Derivatives		-
Net Fund Exposure		92.9
Top Equities Holdings		
		%
China Life Insurance Company Limited		4.6
China Mobile Ltd		4.5
PCCW Ltd		4.4
PT Bank Mandiri (Persero) Tbk		3.5
Fraser's Centrepoint Trust		3.3
Swire Properties Ltd		3.3
HSBC Holdings PLC		3.3
Link Real Estate Investment Trust		3.3
SUNeVision Holdings Limited		3.2
CK Infrastructure Holdings Ltd		3.0
Total		36.4
Total Number of Equity Holdings		38
Projected Dividend Yield (p.a.)		5.68
Figures may not always sum due to rounding		



OPEN-ENDED UCITS FUND

## Perinvest (LUX) SICAV – Asia Equity Hedge

PERINVEST

## Comparative Performance



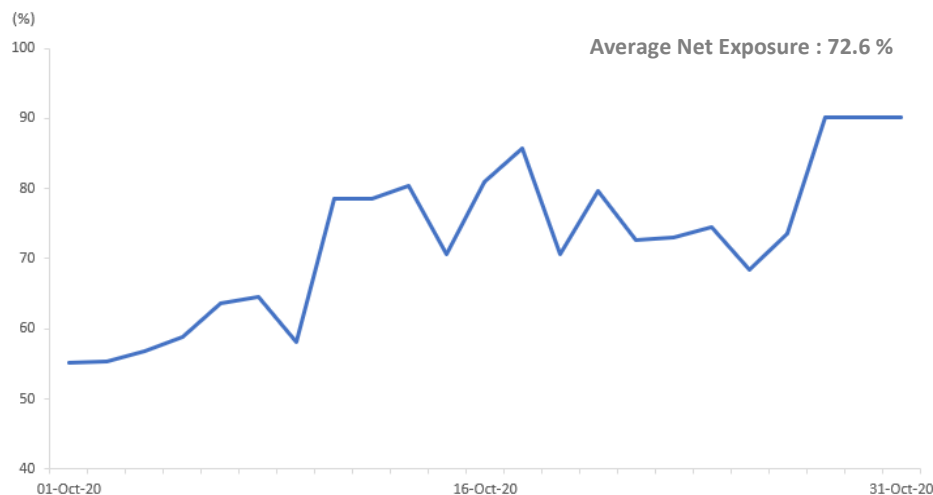
## Fund Statistics

	%
Return since Inception	(13.25)
Annualized Return	(9.06)
Standard Deviation	13.22
Value-at-risk (1 month @ 95%)	8.71
% of Portfolio liquidated within 1 day (30% of 30 day ADT)	99.27

## 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 31/10/20	86.75
Price low / high	79.91 / 100.00

## Monthly Performance (%)

		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
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%)	-	-	(10.54%)
	MSCI Asia Pac ex-Japan	(4.47%)	(2.91%)	(12.24%)	+8.90%	(1.41%)	+7.87%	+8.02%	+3.40%	(1.68%)	+2.76%	-	-	+6.38%
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	-	-	-	-	(9.49%)*	+6.06%	(2.17%)	(4.61%)	+1.44%	+4.49%	+0.19%	+6.42%	+1.43%

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

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