

FUND UPDATE

JULY 2019

EVANS & PARTNERS ASIA FUND (ASX:EAF)

It has been twelve months since the launch of the Evans & Partners Asia Fund (**EAF** or **Fund**) and the Investment Manager is pleased to provide a video update from Portfolio Manager, Ted Alexander.

The presentation provides a regional overview of where the portfolio is invested, a summary of the methodology used to construct the portfolio and concludes with an analysis of India and China along with some of the stocks in which the Fund has invested.

A copy of the video update is available at the following link: <https://www.asiafund.com.au/investor-centre/our-webinars>

For more information please visit the Fund's website: <https://www.asiafund.com.au/>

Want to know more? [asiafund.com.au](https://www.asiafund.com.au)





Fund Update

July 2019



Important information

This presentation has been prepared by Evans & Partners Investment Management Pty Limited (ACN 619 080 045) (**Investment Manager**), a corporate authorised representative (CAR No. 1255 264) of Walsh & Company Asset Management Pty Limited (ACN 159 902 708, AFSL 450 257) (**Walsh & Company**), and investment manager for the for the Evans & Partners Asia Fund (ARSN 624 216 404) (**Fund** or **EAF**).

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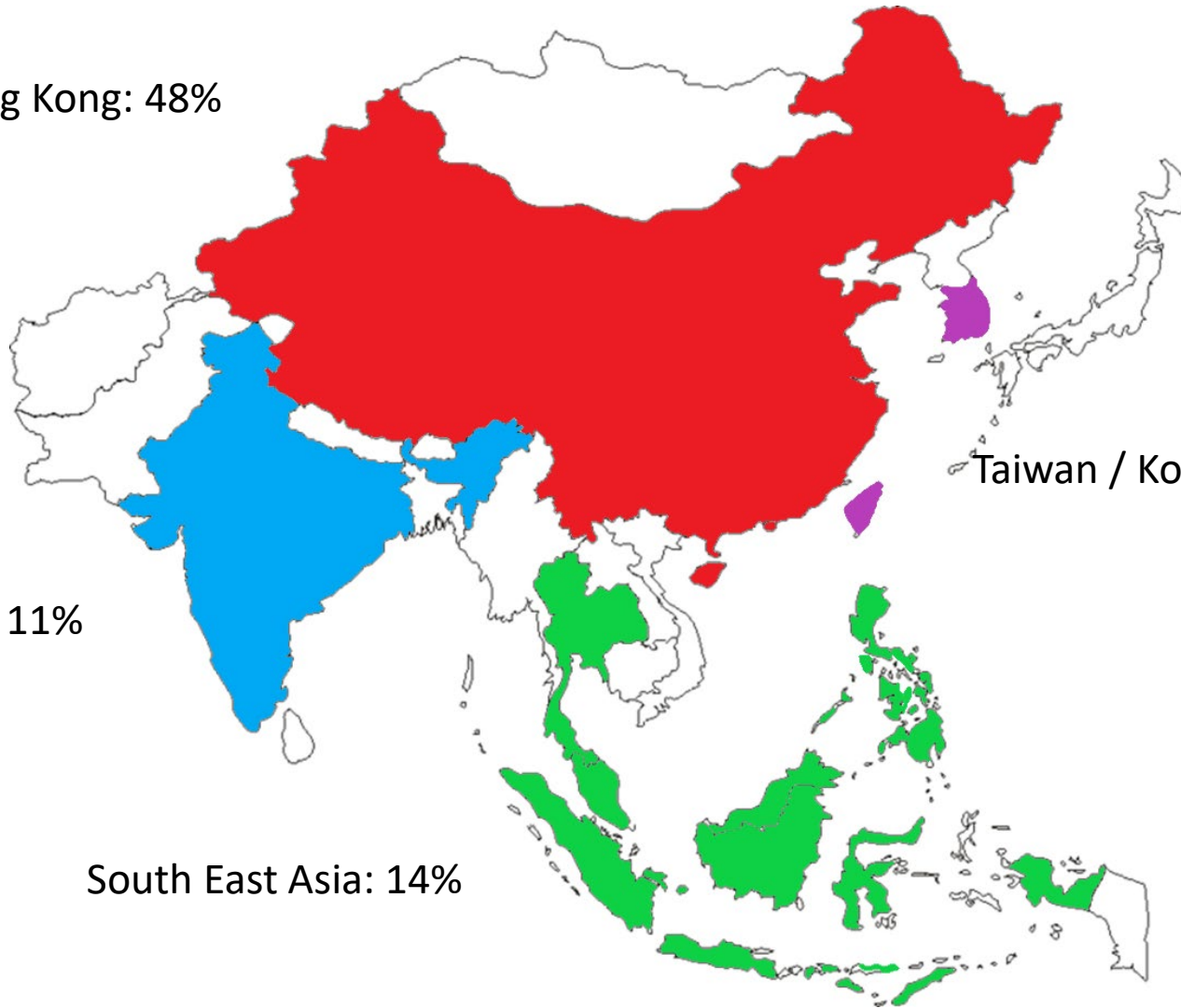
The Asian investment universe: almost half in China

China / Hong Kong: 48%

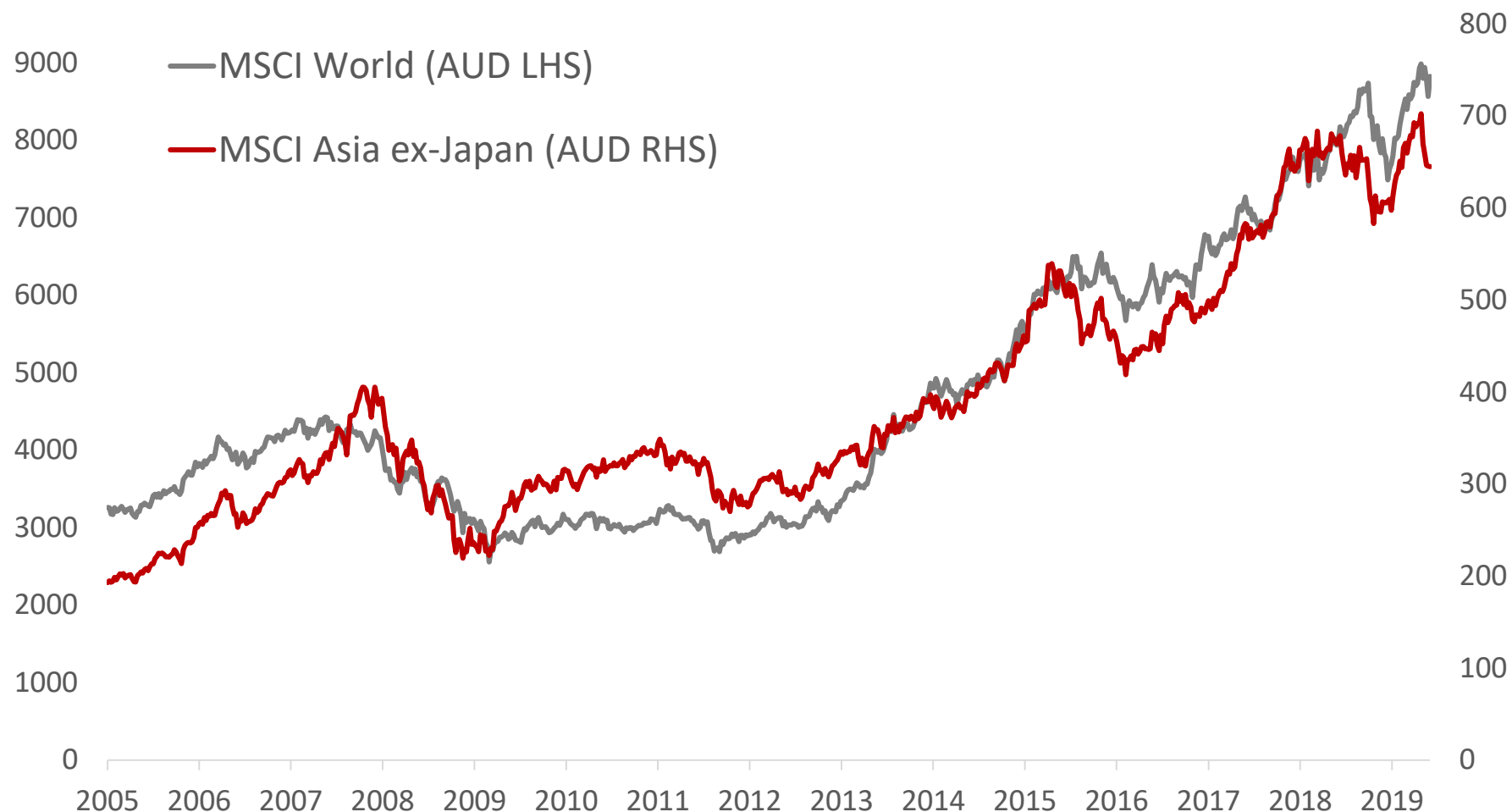
India: 11%

South East Asia: 14%

Taiwan / Korea: 27%



Asian stocks have had similar return to global stock markets over last decade



Universe: 978 stocks

Many are smaller companies, not liquid enough to invest



Company size > US\$5bn = 277

Screen for corporate governance, liquidity, transparency, ethics



EAF coverage = 95 stocks

For each company, build out financial model for at least next decade,
assess potential risk and return

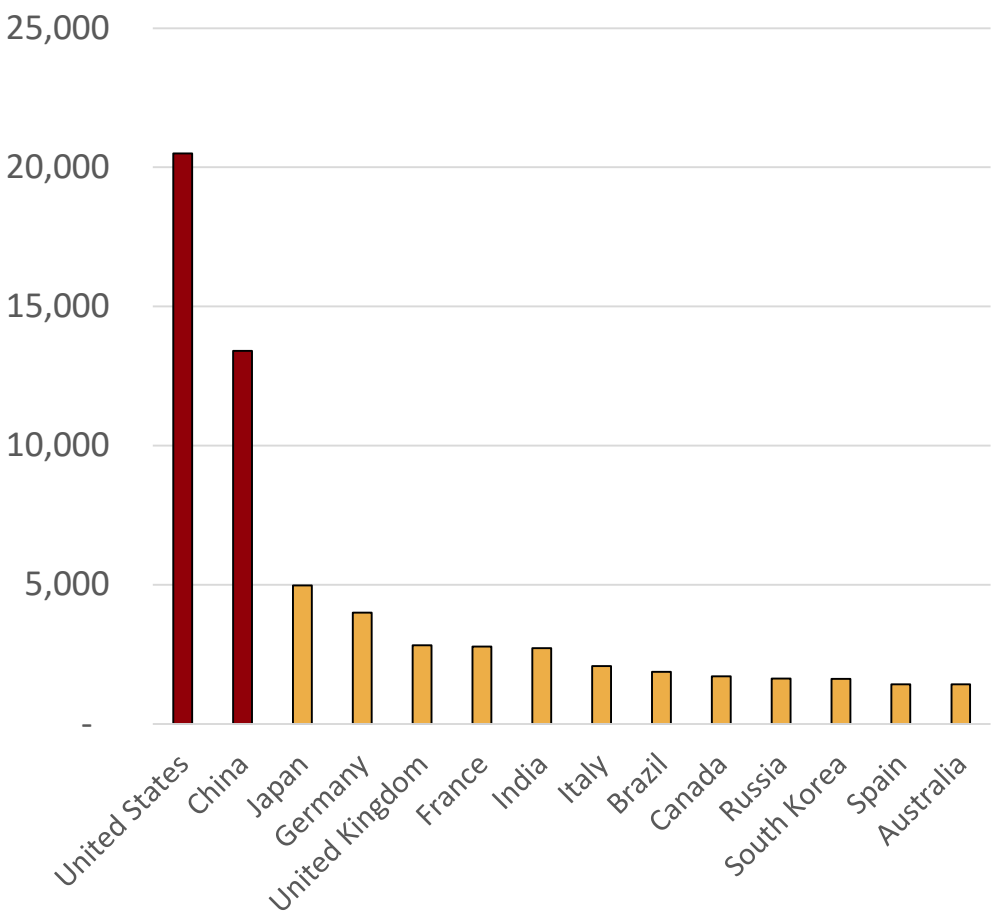


Portfolio = 32 Stocks

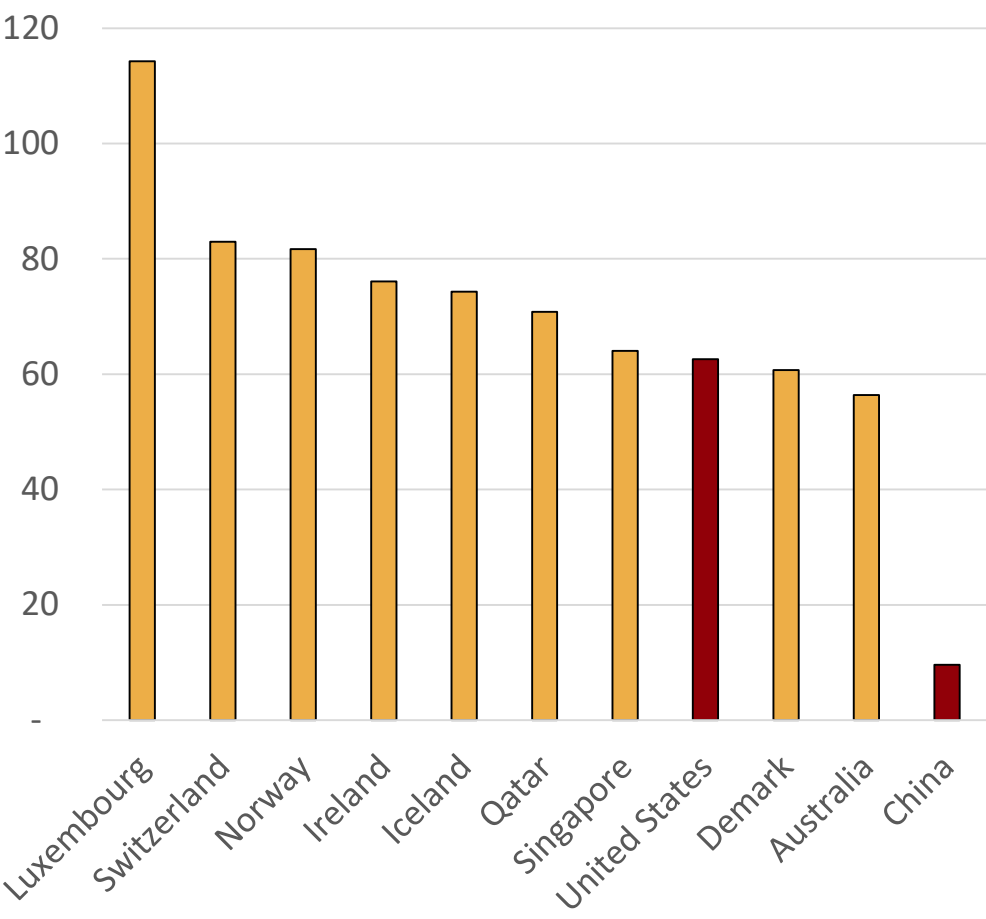
Built to account for exposure to countries, industries, themes, manage
total risk

China GDP and GDP Per Capita

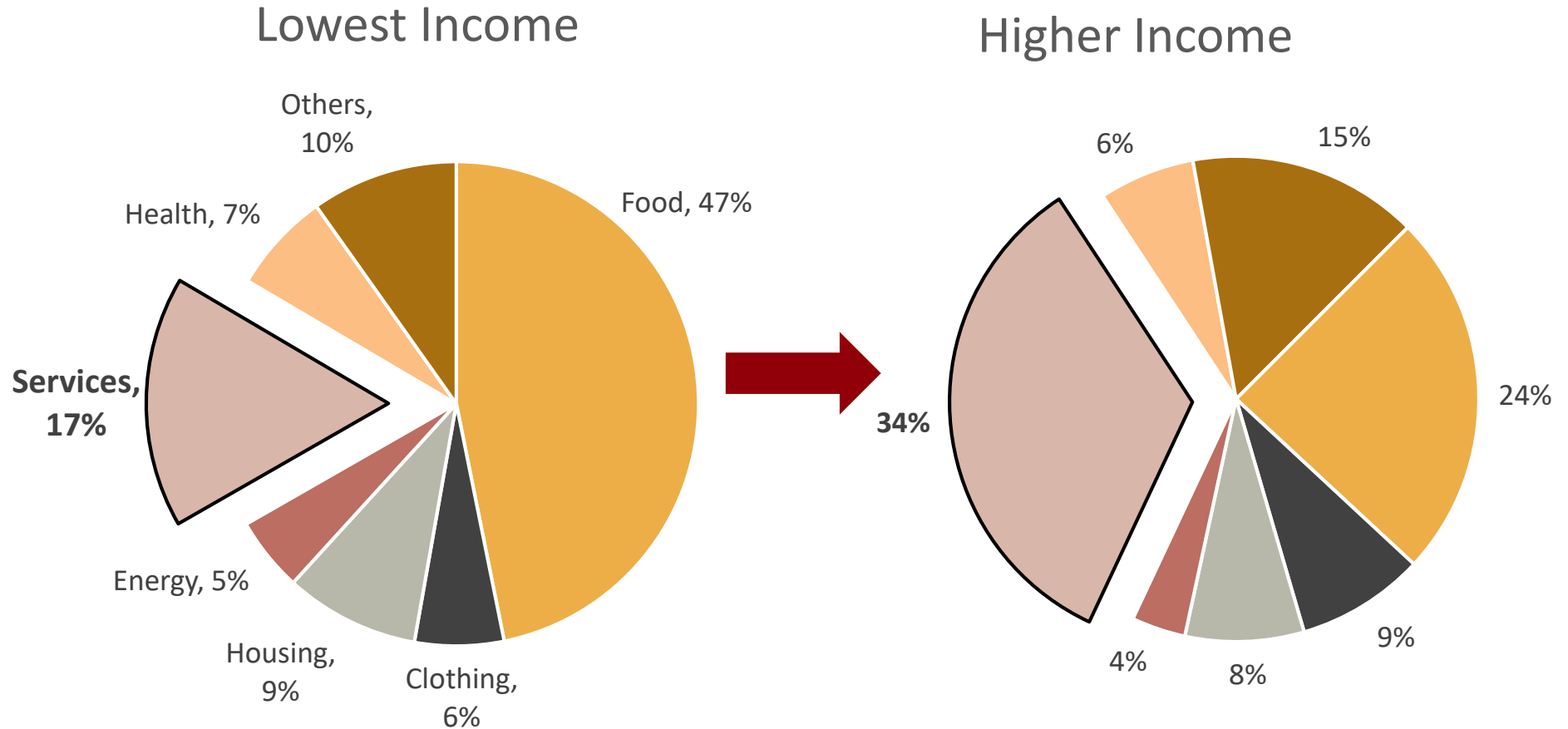
2018 GDP (USD Billions)



2018 GDP Per Capita (USD Thousands)



Where do wealthier Chinese spend? Less staples, more services



Services includes Education, transport, personal care.

Trade War



人民网 >> 国际

愿谈则谈，要打便打

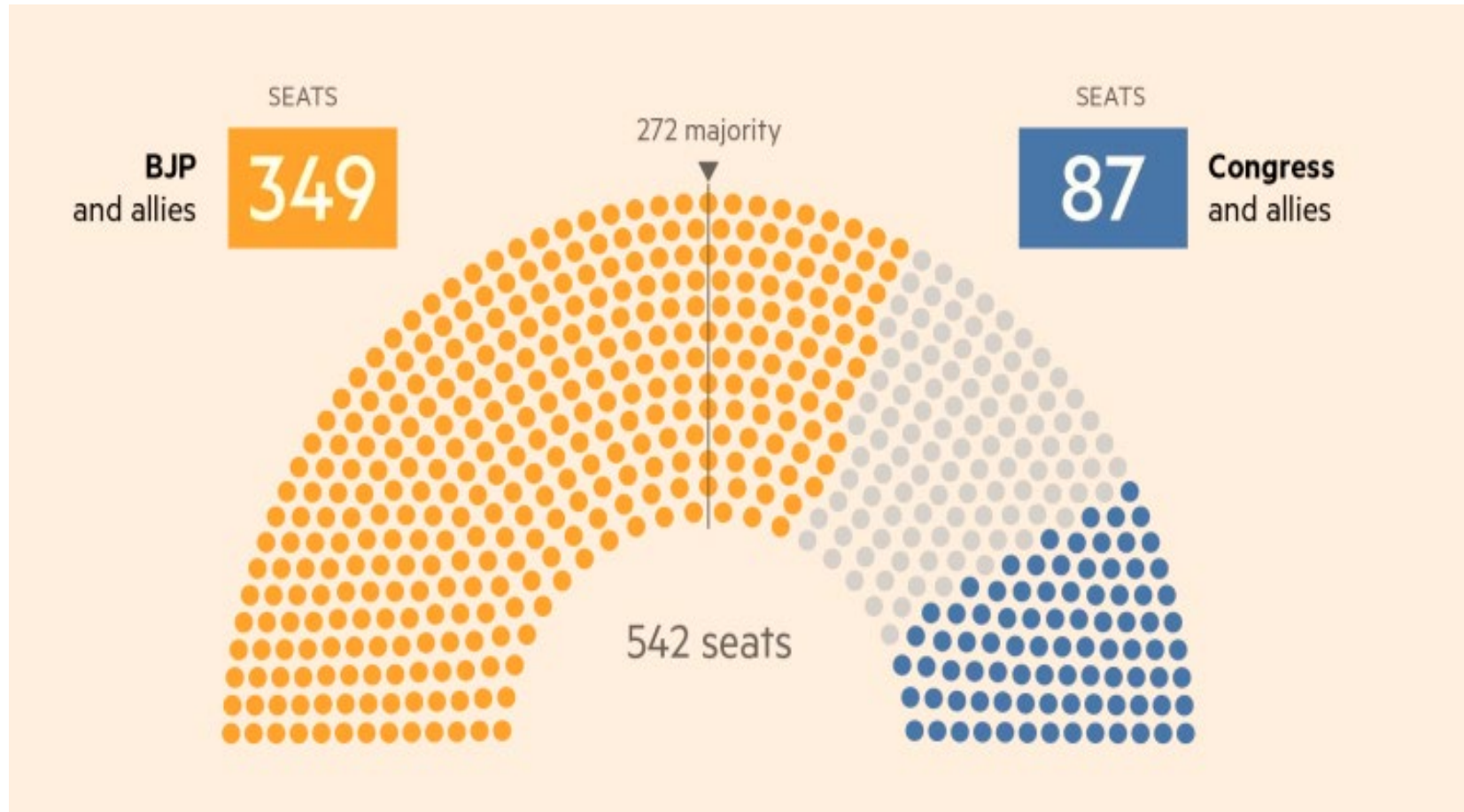
2019年05月09日09:25 来源：澎湃

Translation:

People's Daily Headline: If you want to talk, we can talk; if you want to fight, we will keep you company!

MODI 2.0

2019 Elections

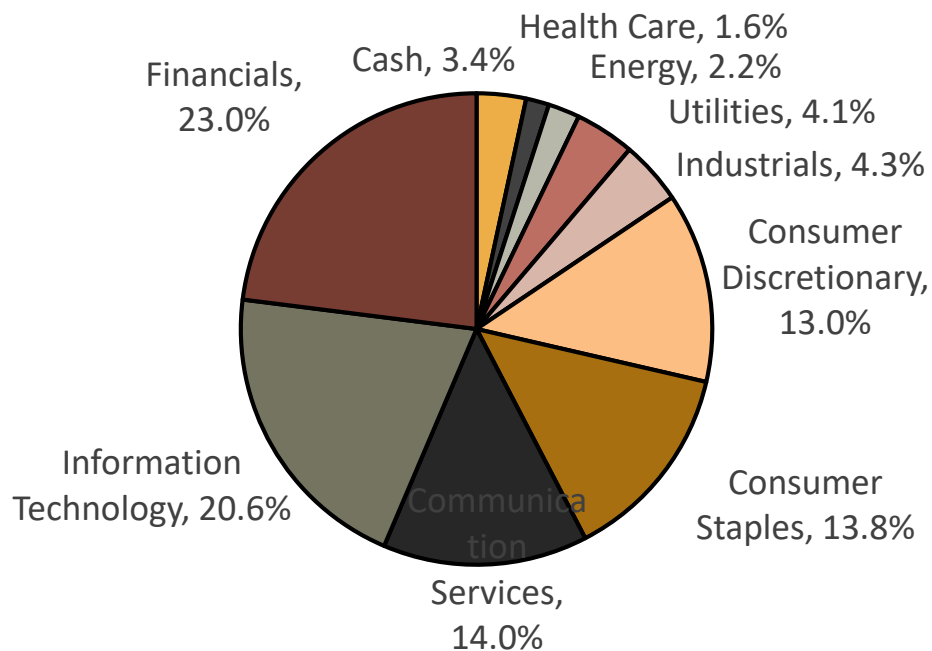


Prime Minister Modi convincingly won the recent election, despite economic weakness

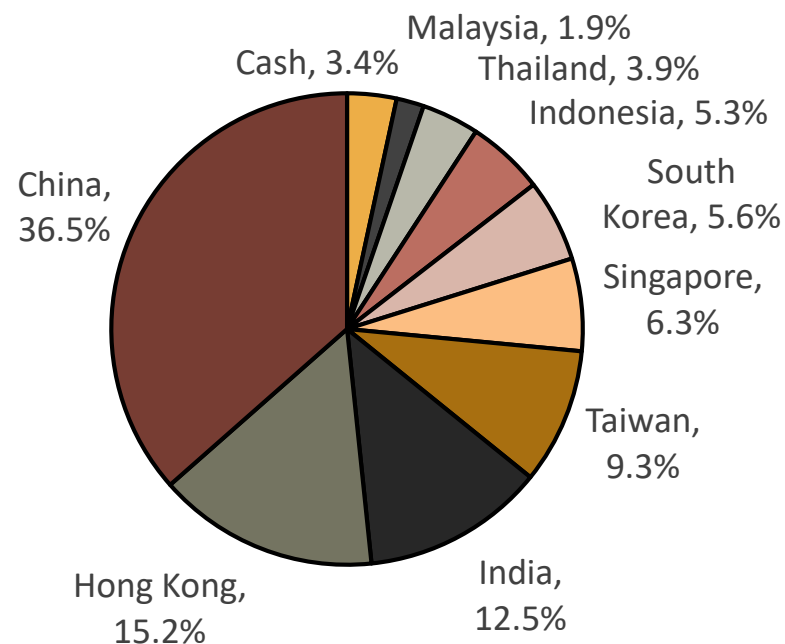
Top 10 Portfolio Holdings as at 30 June 2019

| | | | |
|-------------------------------|------------------------|------------------------------|------------------------|
| Alibaba Group Holding | Consumer Discretionary | Samsung Electronics | Information Technology |
| ASM Pacific Technology | Information Technology | Techtronic Industries | Industrials |
| HCL Technologies | Information Technology | Tencent Holdings | Communication Services |
| Kweichow Moutai | Consumer Staples | TSMC | Information Technology |
| New Oriental Education | Consumer Discretionary | United Overseas Bank | Financials |

EAF Sector Exposure



EAF Country Exposure



Evans & Partners Asia Fund (EAF) Performance



Fund Performance

| As at 30 June 2019 | 1 Month | 3 Months | 6 Month | 1 Year | Inception (pa) |
|--|-------------|-------------|--------------|-------------|----------------|
| EAF NTA (%) | 6.3% | 2.7% | 17.3% | 6.3% | 3.2% |
| MSCI Asia Ex Japan Index (Net, AUD %) | 5.4% | 0.6% | 11.2% | 5.0% | -0.5% |
| EAF Fund Excess Return | 0.9% | 2.1% | 6.1% | 1.3% | 3.6% |