



Strategy Description

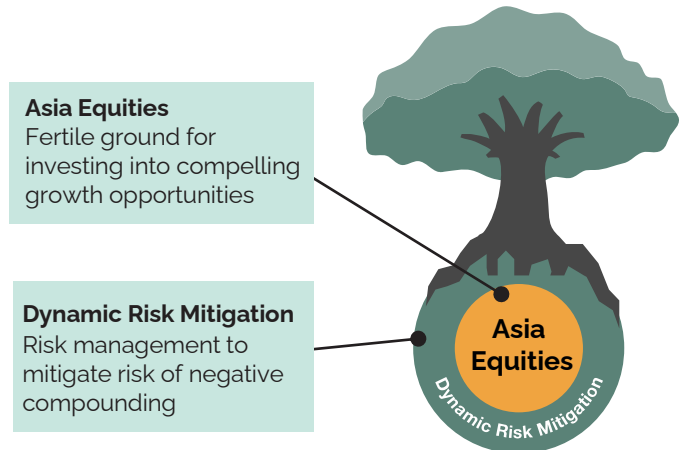
Meranti Asia Fund 'MAF' seeks long-term high growth of the portfolio by investing across Asia Pacific ex. Japan equity markets, while looking to mitigate risks during significant downturns. Instead of investing in flavour of the day concepts, the strategy focuses on structural characteristics that make sense and are backed by empirical research.

Key Features

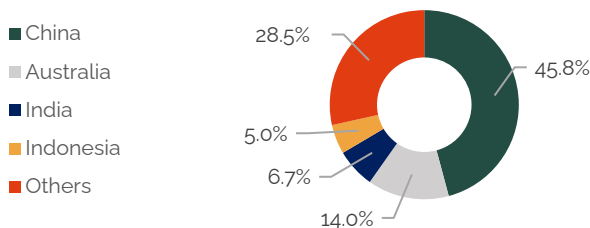
Dynamic Risk Mitigation: Financial crises are infrequent but inevitable. By managing risks in significant downturns, the strategy is designed to help investors endure systemic shocks and continue to invest with confidence.

Asia Equities: Invest into secular opportunities arising from the global shift of economic power to Asia.

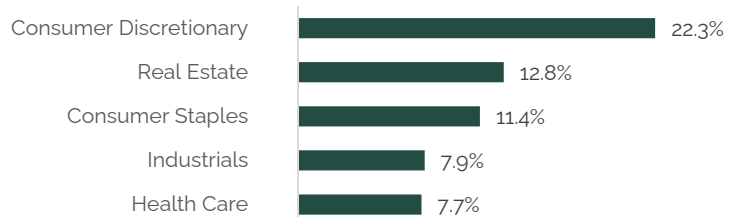
Active Strategy: Index funds tend to focus on less than 5% of the 33,000+ listed companies in Asia. By investing across the universe using Fundamental, Valuation, and Technical principles; the ability to be different provides outperformance potential.



Geographical Breakdown



Sector Allocation

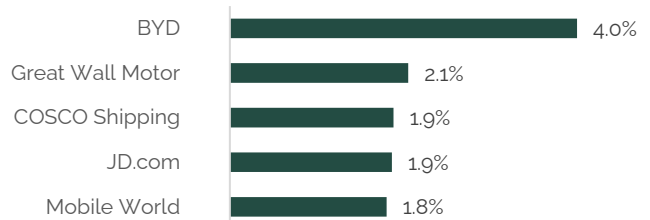


Strategy Backtest Statistics*

| Annualised Return | Volatility | Positive Months | Upside/Downside Capture |
|-------------------|------------|-----------------|-------------------------|
| 11.92% | 18.84% | 59% | 95/77% |

* For illustrative purposes only. Calculated 29/8/2008 to 31/10/2020, inclusive of cost and fees as determined appropriate by the manager. These statistics may not be a good indication of actual performance which can differ meaningfully over shorter time periods.

Top Equity Holdings



Monthly Performance History

| USD A | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec ⁵ | YTD |
|--------------------|-------|-------|--------|-------|-------|--------|--------|-------|--------|-------|--------|------------------|------------------------|
| 2021 | - | - | - | - | - | - | - | 2.98% | -4.50% | 1.66% | -3.90% | -1.94% | -5.78% ^{4,5} |
| USD B ² | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec ⁵ | YTD |
| 2020 | - | - | - | - | - | - | - | - | - | - | 8.15% | 3.38% | 11.81% ² |
| 2021 | 2.40% | 0.94% | -1.34% | 2.05% | 0.08% | 0.02% | -5.55% | 3.13% | -4.36% | 1.81% | -3.76% | -1.94% | -6.75% ⁵ |
| SGD A | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec ⁵ | YTD |
| 2021 | - | - | - | - | 0.45% | -0.29% | -5.71% | 3.00% | -4.63% | 1.51% | -3.90% | -1.94% | -11.25% ^{3,5} |

¹ Performance based on the Lead Series. ² Since inception of 2 Nov 2020. ³ Since inception of 3 May 2021. ⁴ Since inception of 2 August 2021. ⁵ Manager's estimated return. Actual return will be updated in the following month.

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Meranti Asia Fund

Factsheet 31st December 2021



Market & Portfolio Developments

2021 Market Review

2021 saw a bifurcation in the performance of Developed Markets and Asian equities, as the latter was impacted by a double whammy of slowdown and government clampdown in China. Asian equities ended the year down 2.90%.

2021 Main Contributors 'What did well?'

In 2021, our **Small-Cap** names contributed meaningfully to performance alongside the ongoing global recovery. Notably, our FVT process also led to investments in **Value** stocks with more favourable risk/reward – this helped us avoid sharp declines within certain growth segments over the year.

2021 Main Detractors 'What underperformed?'

In general, concerns around a slowing economy (coming down from previously high levels) and government clampdown in China led to broader declines within the **Real Estate** and **Consumer** sectors. Consequently, positions here detracted from overall performance.

At the same time, recent volatility and divergence in performance have presented us with more attractive opportunities as companies with good fundamentals were over-sold. In general, we continue to add to positions as their margin of safety increases, and taking profits on the way up.

Outlook

We have started to observe more green shoots coming out of China with the recent easing of monetary conditions, which may be signalling an end to 2021's deleveraging cycle. As conditions turn more accommodative, this is expected to provide a strong tailwind for Asian equities to deliver better future returns, especially as valuations continue to be cheap compared to developed markets.

As always, we continue to be guided by our FVT (Fundamental, Valuation, Technical) process to invest in areas with better upside and a larger margin of safety for our investors. We also continue to emphasize effective diversification, by having differentiated positions in our portfolios that take turns to perform and complement each other.

⁶ Please note that the distributions (if any) may be declared semi-annually based on the Investment Manager's discretion. If distributions are made, such distributions are not a forecast, indication or projection of the future performance of the Fund. ⁷ Waiver of account opening fees for investors through the platforms. ⁸ Charged on high water mark basis, with zero hurdle rate.

About **Meranti**: The Meranti fund series is named after the Meranti tree, which is native to Singapore and the region. It is a canopy and emergent tree; providing shade from its place at the top layer of a rainforest where sunlight is plentiful. To reach such great heights, the trees have a strong and wide system of roots to help provide stability while also gathering more nutrients. Likewise, Meranti funds were developed around a Dynamic Risk Mitigation process so that investors can invest with confidence and harvest the full potential of capital growth through market cycles.

About **FAM**: Finexis Asset Management is a Capital Markets Services (CMS) licensed fund management company established in Singapore, focusing on bringing institutional capabilities to private clients. The boutique set-up ensures that we are flexible, responsive and proactive. We embrace the latest technology and constantly improve our processes to complement our investment solutions. Constant evolution to fulfil our investor's needs is ingrained in our beliefs.

For fund and sales related enquires please reach out to your finexis financial advisor representative or email us at customer.service@finexisam.com

Fund Details

| Item | Class A | Class B |
|---|-------------------------------------|-----------------------------|
| Currency | USD, SGD | |
| ISIN (USD Class) | SGXZ99381758 (Distribution) | SGXZ76017904 (Accumulation) |
| ISIN (SGD Class) | SGXZ64383987 (Distribution) | SGXZ78636883 (Accumulation) |
| Projected Distribution ⁶ | 4% p.a. | - |
| Min. Subscription | USD 400,000 SGD 500,000 | USD 40,000 SGD 50,000 |
| Account Opening Fee ⁷ (One-time) | USD 3,000 SGD 4,000 | USD 3,000 SGD 4,000 |
| Min. Subsequent Subscription | USD 10,000 SGD 15,000 | USD 10,000 SGD 15,000 |
| Redemption Fees | | |
| 1st Year of Investment | - | 3% |
| 2nd Year of Investment | - | 2% |
| 3rd Year of Investment | - | 1% |
| 4th Year Onwards | - | 0% |
| Management Fee | 1.78% | 0% |
| Performance Fee ⁸ | 0% | 20% |
| Fund Name | Meranti Capital VCC Asia Fund | |
| Dealing Frequency | Monthly | |
| Base Currency | USD | |
| Inception Date | 2 November 2020 | |
| Fund Domicile | Singapore | |
| Investment Manager | Finexis Asset Management | |
| Fund Administrator | ASCENT Fund Services (Singapore) | |
| Custodian | Standard Chartered Bank | |
| Auditor | KPMG LLP | |
| Broker | Goldman Sachs (Asia) L.L.C. | |
| Legal Advisors | BTPLaw LLC | |

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