Fund Update

Man GLG Asia Opportunities Fund

MARCH 2024

Fund Overview

ABOUT THE FUND

The Fund is a long only, style agnostic, fundamentally driven strategy. The team's core philosophy is to identify stocks with the best potential to deliver earnings surprises relative to expectations, which has historically been a persistent source of alpha in the region. The majority of risk relative to the benchmark and the majority of returns are expected to be achieved through idiosyncratic, stock specific risk taking. It will invest in Asia ex Japan companies across all market capitalisations and will typically be concentrated across 35-45 stocks. It will invest in equity securities (excluding securities convertible into equity securities) of issuers with a registered office in Asia ex Japan or of issuers which derive the majority of their revenues from activities in Asia ex Japan. Typically, it will invest predominantly in transferable securities, including ordinary shares, preference shares, common stocks, depositary receipts (including ADRs and GDRs), rights, warrants and other similar equity like securities.

GLG Asia (ex-Japan) Equity Strategy

A bottom-up long-only strategy focused on the Asia (ex-Japan) region

Investment philosophy

Fundamental	Concentrated	Flexible
Bottom-up analysis focused on relative earnings revisions	High conviction all-cap portfolio with preference for mid-caps	Style agnostic with flexibility to shift in/out of styles

31 March 2024

FUNDS UNDER MANAGEMENT	$11.83M
NAV PER UNIT (A$)	1.1787
REDEMPTION VALUE PER UNIT (A$)	1.1763

Fund Characteristics

TOP 10 EQUITY HOLDINGS

Company Name	Fund
TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED	9.69%
SAMSUNG ELECTRONICS CO LTD	6.62%
SK HYNIX INC	6.42%
TENCENT HOLDINGS LTD	5.53%
ICICI BANK LIMITED	4.46%
MAHINDRA & MAHINDRA LIMITED	3.97%
BHARTI AIRTEL LIMITED	3.77%
BANK MANDIRI	3.40%
XIAOMI CORPORATION	3.33%
TECHTRONIC INDUSTRIES CO	2.96%

HEADLINE EQUITY EXPOSURE

No. of positions: 33

Active share: 69.96%

EQUITY EXPOSURE BY MARKET CAP

	Fund	Benchmark
$0 - $0.25Bn	0.00%	0.10%
$0.25Bn - $2Bn	0.00%	0.35%
$2Bn - $10Bn	8.06%	19.07%
$10Bn - $50Bn	40.78%	36.11%
$50Bn +	47.76%	44.38%

Performance at 31 March 2024

	1 month %	3 months %	6 months %	1 year % pa	3 years % pa	5 years % pa	Since Inception % p.a. [1]
Fund [2]	3.50	9.50	9.10	3.67	N/A	N/A	12.21
Benchmark [3]	2.02	6.74	7.45	6.42	N/A	N/A	13.02
Excess Return	1.48	2.76	1.65	(2.75)	N/A	N/A	(0.81)

Past performance is not indicative of future results. Returns may increase or decrease as a result of currency fluctuations

1. Inception date: 19 October 2022
2. Fund returns are calculated net of management fees and assume distributions are reinvested
3. MSCI All Country Asia ex Japan Net Index (A$)

The data presented in these tables and graphs is unaudited and may change at any time. The data is shown for informational purposes only and is not indicative of any future portfolio characteristics..

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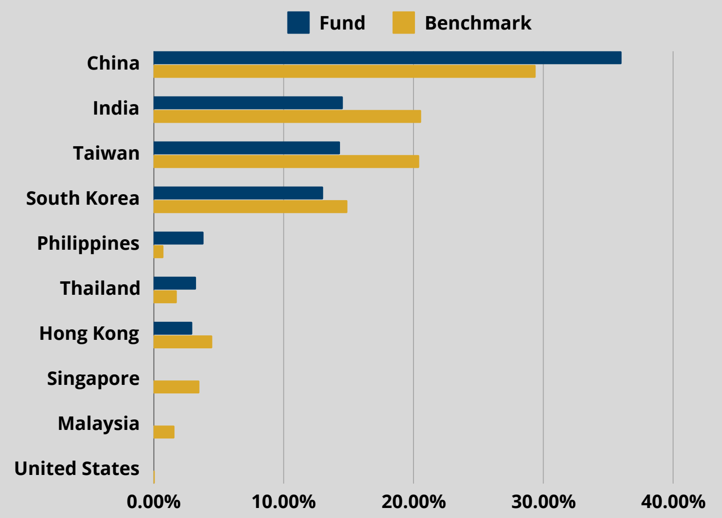
Fund Update

TOP AND BOTTOM CONTRIBUTORS

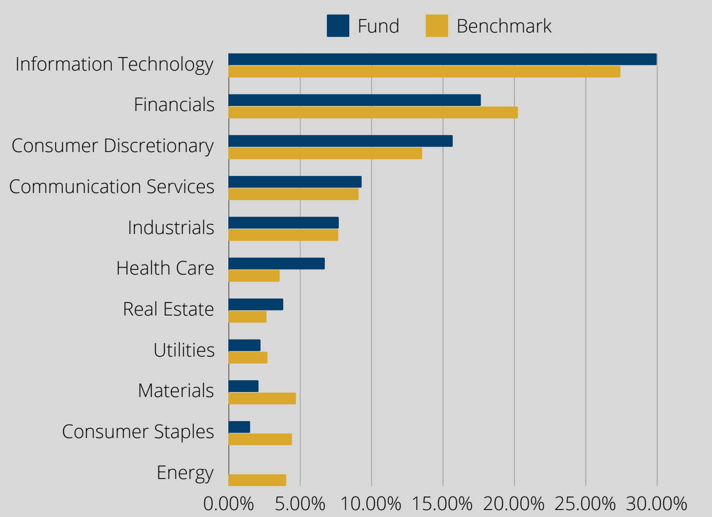
Top 5 Contributors	Contribution to Total Return %
TAIWAN SEMICONDUCTOR MANUFACTURING COMPANY LIMITED	1.22%
SK HYNIX INC	0.99%
SAMSUNG ELECTRONICS CO LTD	0.77%
TECHTRONIC INDUSTRIES CO	0.61%
ZIJIN MINING GROUP CO LTD	0.54%

Bottom 5 Contributors	
INFOSYS TECHNOLOGIES LTD	-0.32%
INNOVENT BIOLOGICS, INC.	-0.29%
AIRTAC INTERNATIONAL GROUP	-0.23%
NEW ORIENTAL EDUCATION AND TEC	-0.23%
PARADE TECHNOLOGIES, LTD.	-0.19%

TOP 10 COUNTRY EXPOSURE



SECTOR EXPOSURE



PERFORMANCE STATISTICS (SINCE INCEPTION)

	Fund
Sharpe Ratio	0.70
Correlation	97.42%
Beta	0.96
Information Ratio	0.38
Tracking Error	4.1%

TOP ACTIVE EQUITY POSITIONS

Top 5 Overweights	Relative Exposure
SK HYNIX INC	5.22%
MAHINDRA & MAHINDRA LIMITED	3.62%
ICICI BANK LIMITED	3.36%
BHARTI AIRTEL LIMITED	3.24%
BANK MANDIRI	3.12%

Top 5 Underweights	Relative Exposure
ALIBABA GROUP HOLDING LIMITED	-2.36%
RELIANCE INDUSTRIES LIMITED	-1.75%
AIA GROUP LIMITED	-1.23%
PDD HOLDINGS INC	-1.12%
MEITUAN	-1.01%

Manager Commentary

Asian equities rose +3.18% in March as improvements in Chinese economic data and the continued rally in AI-related stocks helped spur gains against a backdrop of rising US real rates. Performance at a country-level proved to be an extension of the winners and losers we have seen so far this year. Taiwan and Korea led the way, propelled higher by the tech hardware sector as the enthusiasm around AI capex continued; China also edged higher as industrial production and export data surprised to the upside. Thailand underperformed as the prospect of a longer interest rate cycle weighed on returns, as did Hong Kong, which suffered from c. -9% downgrades to earnings expectations following sequential weakness in property-related activity. Earnings delivery this reporting season saw a median surprise of -4% with China recording the most beats versus consensus. The region is now on track for estimated profit growth of 17% this year compared to 9% and 5% in the US and Europe, respectively.

The distribution of returns in March has followed a similar pattern since the turn of year, with over 60% of portfolio companies beating the benchmark last month, reaffirming the strong breadth of performance we have witnessed during Q1. Nine out of eleven sectors delivered positive attribution led by performance in financials, materials and industrials, offset partially by healthcare and consumer discretionary. The top contributor in the portfolio was Sk Hynix, which continues to benefit from robust AI-related demand for its high-bandwidth memory chips. The significant investment to develop the generative AI industry over the last 12 months has led to a sharp upturn in the global semiconductor cycle, with the stock adding a further +17% in March following a beat to net margin and positive forward guidance.

In materials, mining company Zijin was a key outperformer after adding close to +30% on news several Chinese copper smelters intend to cut production on tighter raw material supply. The stock has also been supported by the recent strength in gold prices, lifted by an increase in central bank purchases and growing demand from retail investors in China amidst lacklustre stock market and property returns. HK-listed power tools manufacturer Techtronic also performed well, rallying +25% on the back of improving industry fundamentals and accelerating sales growth from its Milwaukee branding segment.

Amongst the detractors, Innovent Biologics pared back some of its strong February performance after falling just under -11%. The recent weakness in the stock has been driven by rumours its GLP-1 drug approval would be delayed, although the company has received no such indication from regulators. In fact, management expressed confidence on a recent investor call they anticipate a new innovative drugs stimulus policy to be announced in the coming months given the industry's focus in Premier Li's Work Report. We have added to the position on weakness. There was little new company-specific news surrounding New Oriental Education as the stock suffered from moderate profit-taking following an impressive run. The company continues to benefit from improving operating trends and the recent clarity around tutoring regulations announced in February should offer further scope for earning upgrades despite the -8% pullback last month. Airtac was also a drag after trailing the +9% increase in the Taiwanese market despite a positive surprise in Chinese industrial production. We have started to observe closer alignment between current earnings revisions and share price performance, particularly in China-related securities as concerns around the macro environment has partly faded on better-than-expected economic data. This is a reversal from 2023 trends, where macro swamped micro as a share price driver which impacted on performance.

The portfolio closed at +6.6% overweight China and -6.0% underweight India as we continued the rotation out of the latter and in to the former. This is a tactical move as we believe Indian financial conditions will tighten around elections in Q2 while Chinese stimulus policies continue to be rolled out.

Despite this change in positioning, the portfolio remains underweight beta, mainly on caution around the prospect of a longer rate cycle if there is an inflation scare in the US. Asian policymakers have been in a scenario to begin cutting rates since the start of the year but are unlikely to move before the Fed given the widening and now negative real rate differentials with the US and recent weakness in Asian currencies against the USD. However, central bank policy does not appear to be restricting domestic demand despite high absolute real rates in Asia, with new order manufacturing PMIs remaining firmly in positive territory just as export demand starts to improve. This should allow policymakers in the region to be patient and forms a positive backdrop for Asia ahead of the first cut to the Fed funds rate.

Stock-specific risk ended the month at 73% of total risk with tracking error at 4.1%.

Fund Facts

INVESTMENT MANAGER GLG Partners LP	**RESPONSIBLE ENTITY** GSFM Responsible Entity Services Limited
APIR CODE GSF6910AU	**MANAGEMENT FEE** 0.95% p.a.
INCEPTION DATE 19 October 2022	**PERFORMANCE FEE** 15.0% of the amount by which the return of the Units exceeds the Benchmark, subject to HWM p.a.
DISTRIBUTIONS Generally annually	**BUY / SELL SPREAD** Buy 0.20% / Sell -0.20%

ANDREW SWAN

Head of Asia (ex-Japan) Equities