

MI Somerset Asia Income Fund – Class I Income GBP

AUT – February 2024

This is a marketing communication. Please refer to the Prospectus of Apex Fundrock Ltd (the “Manager”) and the KIID for MI Somerset Asia Income Fund (the “Fund”). The Prospectus for the Manager [can be found here](#) in English. The KIID for the Fund [can be found here](#) in English. Apex Fundrock Ltd is the Manager of the Fund.

Investment Objective

The Fund aims to deliver a high level of income with potential for capital growth over the long term (5 years or more).

Fund Details

Liquidity	Daily
Launch Date	9 October 2009
Fund Company Assets	£72.9 million
Number of Holdings	40-60
Benchmark	MSCI AC Asia Pacific ex Japan Index
Management Company	Apex Fundrock Ltd.
Trustee	Northern Trust Investor Services Limited
Investment Manager / Distributor	Polen Capital UK LLP
Dealing Hours	8:30 – 4:30 (GMT)
Accounting year-end	31 December

What Are the Risks and What Could I Get in Return?



The risk indicator assumes you keep the product for five years.

The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you. We have classified this product as 5 out of 7, which is a medium to high-risk class. This rates the potential losses from future performance at a medium to high level, and poor market conditions will likely impact our capacity to pay you. Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases.

Main risks materially relevant to the product that are not taken into account in the summary risk indicator relate to: **Effects of Initial Fund Charge or Redemption Charge, Suspension of Dealings in Units, Charges Taken from Capital, Equity Investments Volatility, Exchange Rates, Income Fluctuation, Cancellation Rights, Liquidity, Inflation, Securities Lending and Security Financing Transactions Risks, Derivatives Use, Cyber Security, Pandemics and Public Health Issues, and Political Risks.** Please refer to the Prospectus and the Fund KIID available via the links above, and the Disclosures on the final page of this document for further information on risks.

This information pertains to the Class I Income GBP (ISIN: GB00B7BZB324) and it may differ from other unit classes.

Experience in High Quality Growth Investing

The investment management seeks to invest in competitively advantaged businesses capable of compounding at high rates of return. They believe financially robust business models can offer better protection during times of stress.



Mark Williams

Portfolio Manager & Analyst
30 years of experience



Carolyn Chan

Portfolio Manager & Analyst
31 years of experience

An investment in the Fund concerns the acquisition of units in the Fund and not in any underlying asset of the Fund. As a result, units held in the Fund do not confer any interest or unit in any particular part of the assets of the Fund. The value of the investment in the Fund can reduce as well as increase and, therefore, the return on the investment in the Fund will be variable. Income may fluctuate in accordance with market conditions and taxation arrangements.

Performance (% , GBP) (As of 29-02-2024)

Past performance does not predict future returns.

	1 mo	3 mo	YTD	1 Yr	3 Yr	5 Yr	10 Yr	Inception
Class I Income Net	5.85	3.57	0.17	5.31	1.25	5.26	7.34	7.24
MSCI AC Asia Pacific ex Japan Index	5.19	4.15	0.24	0.97	-3.38	3.64	4.08	6.93

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Class I Income Net	7.46	-6.72	5.24	13.44	13.42	-8.33	16.7	33.26	-3.28	7.28
MSCI AC Asia Pacific ex Japan Index	1.77	-7.67	-2.06	18.96	14.51	-8.67	25.04	27.41	-4.16	9.32

The performance data quoted represents past performance up to 1 February 2024 previously managed by Somerset Capital Management. The team joined Polen Capital on 1 February 2024. There is a risk of an investor losing all or part of their investment in the Fund. Current performance may be lower or higher. Periods over one-year are annualised. Performance figures shown are net of fees for the GBP Class I Income unit class, which carry an annual investment management fee of 0.75%, with an annual Ongoing Charge based on the financial year ending 31 December of 1.00%. The performance data does not take account of the commissions and costs incurred on the issue and redemption of units. Additional benchmark information is available at the end of the document.

Portfolio Statistics* (GBP)

	Asia Income Fund	MSCI AC Asia Pacific ex Japan
Alpha	0.28	-
Beta	0.94	1.00
Sharpe Ratio	0.32	0.35
Upside Capture	90.69	-
Downside Capture	91.12	-
Information Ratio	0.21	-
Standard Deviation	14.93	13.73

Portfolio Characteristics

Weighted Average Market Cap	\$82.8B
Polen Long Term EPS Growth Estimate	13.9%
Net Debt/Equity ex lease	0.2
P/E Forward (12m)	10.3x
Dividend Yield	3.83%
Return on Invested Capital	9.7%
Active Share	49.3%

GICS Sector Exposure (% of Portfolio as of 29-02-2024)

Information Technology	31.45
Industrials	20.14
Financials	14.52
Consumer Discretionary	9.78
Materials	6.05
Energy	5.62
Health Care	3.87
Real Estate	3.83
Communication Services	3.26
Cash	1.49

Top Ten Holdings (% of Portfolio as of 29-02-2024)

Taiwan Semiconductor	5.75
Lotes	5.08
ASE Technology Holding C	4.73
CNOOC	4.07
Samsung Electronics	4.04
HCL Technologies	4.04
KB Financial Group	3.96
Wistron	3.71
Weichai Power	3.07
LG Chem	2.94
Total	41.40

Source: Bloomberg, GICS (Global Industry Classification Standard). For the avoidance of doubt the portfolio characteristics are based on the underlying assets of the Fund. This information along with all other information in the Fund is not intended to be construed or understood in any way to equate to the expected or projected future performance/returns of the Fund. The Investment Manager may at any time determine to divest from some or all of the holdings in the Fund and invest in other assets. The information contained in this factsheet is not a guarantee or indication of the future performance/returns of the Fund. As a result, there is a risk of an investor losing all or part of their investment in the Fund. Holdings-based portfolio characteristics are expressed in USD.

Language used in the Portfolio Statistics and Characteristics sections are defined in the Disclosures under the section "Definitions." **Neither past experience nor the current situation are necessarily accurate guides to future growth in value or rate of return.** All data as of 29-02-2024 unless otherwise noted. *Since launch.

Unit Class Details

		CUSIP	Bloomberg	ISIN	Invst. Mgmt. Fee	KIID Ongoing Charge ¹	Minimum Investment
Class I GBP	Inc	-	LIOAIII LN	GB00B7BZB324	0.75%	1.00%	£5 mil.
Class I GBP	Acc	-	-	GB00BNBQW452	0.75%	1.00%	£5 mil.
Class I USD	Acc	-	-	GB00BRRFOX96	0.75%	1.00%	\$5 mil.
Class I USD	Dist	-	-	GB00BRRFOY04	0.75%	1.00%	\$5 mil.
Class A GBP	Inc	-	LIOAIAI LN	GB00B6RLLV55	1.00%	1.25%	£1,000
Class R USD	Inc	-	LIOAIRI LN	GB00B7GXM507	1.50%	1.00%	\$1,000

The difference at any one time between the sale and repurchase price of units in the Fund means that the investment should be viewed as medium term to long term. Entry fees charged will lower returns. The ongoing charges¹ figures shown here are based on expenses for the year ending 31 December 2023. This figure may vary from year to year and the Fund's annual report for each financial year will include details on the exact charges made. It excludes all portfolio transaction charges and performance fees. Please consult the Prospectus for a comprehensive explanation of all fees. As noted in the Fund Prospectus, the trust is dual priced and the value of the property of the Fund shall be determined in accordance with the FCA Rules.

Disclosures

Holdings are subject to change. The top holdings, as well as other data, are as of the period indicated and should not be considered a recommendation to purchase, hold, or sell any particular security. There is no assurance that any of the securities noted will remain in a portfolio at the time you receive this factsheet. It should not be assumed that any of the holdings discussed were or will prove to be profitable or that the investment recommendations or decisions we make in the future will be profitable. For a complete list of all securities held in this Fund in the prior year please contact international@polencapital.com.

Asset figures include discretionary as well as non-discretionary assets.

Definitions:

Weighted Average Market Cap: a weighted average of the price of each security multiplied by the number of units outstanding of all the securities in the portfolio. **Polen Long Term EPS Growth Estimate:** a Polen Capital estimate of projected long-term earnings growth rates (Earnings Growth is not a measure of future performance). **Net Debt/Equity ex Lease:** a measure of a company's financial leverage calculated by dividing its net liabilities by stockholders' equity, excluding leases. **P/E Forward:** denotes the weighted harmonic average of all the P/E's of the securities in the Fund's portfolio. **Dividend Yield:** the weighted average of the yields of the stocks that compose the portfolio. **Return on Invested Capital:** assesses an investee company's efficiency at allocating the capital and is measured by operating profit after taxes divided by investment capital. **Annual turnover:** percentage of the portfolio's holdings that have been replaced in a given year. **Alpha:** the excess return of an investment relative to the return of the benchmark. **Beta:** the measure of systemic risk of a portfolio in comparison to the market as a whole. **Sharpe Ratio:** a ratio of the return on an investment relative to its risk. **Information Ratio:** a measurement of portfolio returns relative to a given benchmark. **Upside Capture:** a statistical measure of overall performance relative to a benchmark during rising markets. **Downside Capture:** a statistical measure of overall performance relative to a benchmark during declining markets. **Standard Deviation:** measurement of the dispersion or volatility of investment returns relative to its mean or average. **Active Share:** a measure of the percentage of stock holdings in a manager's portfolio that differ from the benchmark index.

The MSCI AC Asia Pacific ex Japan Index captures large and mid cap representation across 4 of 5 Developed Markets countries (excluding Japan) and 9 Emerging Markets countries in the Asia Pacific region. The index is maintained by Morgan Stanley Capital International. The volatility and other material characteristics of the indices referenced may be materially different from the performance achieved by an individual investor. In addition, an investor's holdings may be materially different from those within the index. Indices are unmanaged and one cannot invest directly in an index. The performance of an index does not reflect any transaction costs, management fees, or taxes.

Past performance is no indication of current or future performance. The performance data does not take account of the commissions and costs incurred on the issue and redemption of units.

Risk Considerations: Risk factors you should consider before investing: The value of investments and any income will fluctuate and investors may not get back the full amount invested. Where the Fund's Investment Manager has expressed views and opinions in this factsheet, these may change.

The Fund invests in foreign markets which involve risks such as social and political instability, market illiquidity, currency fluctuations and limited regulation. Additionally, investing in emerging market countries may be less liquid and more volatile than securities markets in more developed markets or in companies that are less well-established and substantially smaller. These companies may often experience significant price volatility and potential lack of liquidity due to low trading volume of their securities.

All performance data on this factsheet are in GBP currency. Changes in exchange rates may have an adverse effect on the value, price, or income of the product. Whilst the Company aims to ensure the accuracy of the data contained in the factsheet, it is provided for information purposes only. It should not be relied on as the basis for making an investment decision.

Operational risk: management, business or administration processes, including those to do with the safekeeping of assets, may fail, leading to losses.

Counterparty risk: a counterparty may fail to deliver the proceeds related to the sale of securities by the Fund or in safekeeping of the securities purchased by the Fund.

Securities risk: some of the markets or exchanges on which the Fund may invest may go up and down, and the value of your investment may not increase.

Emerging Markets risk: countries where investment markets are considered to be less developed. Investments are generally riskier than those in developed markets because they: may not be as well regulated and laws may be less sophisticated, may be more difficult to buy and sell, may have less reliable arrangements for the safekeeping of investments, or may be more exposed to political and taxation uncertainties. The value of the Fund can go up and down more often and by larger amounts than funds that invest in developed countries, especially in the short term.

The Summary Risk Indicator (SRI) shown on page 1 of this document represents the risk and return profile as presented in the Key Information Document (KIID). The lowest category does not imply that there is no risk. The SRI is not guaranteed and may change over time.

All investments involve risks. The risk information in this document is intended to give an idea of the main risks associated with this Fund. Any of these risks could negatively impact the value of the Fund. Please refer to the Prospectus and KIID available via the links on page 1 of this document for further information on risks.

Investors should consider the investment objectives, risks and expenses of any investment carefully before investing as described in the Prospectus.

This document is intended for marketing purposes only.

The management company of MI Somerset Asia Income Fund is Apex Fundrock Ltd, Hamilton Centre, Rodney Way, Chelmsford, Essex CM1 3BY, United Kingdom. Apex Fundrock Ltd is authorised and regulated by the Financial Conduct Authority. Please note that the management company may de-notify arrangements made for marketing as regards units of the Fund in a Member State of the EU in respect of which it has made a notification.

Apex Fundrock Ltd has not been registered under the United States Investment Company Act of 1940, as amended, nor the United States Securities Act of 1933, as amended (1933 Act). No units may be offered or sold, directly or indirectly in the United States or to any U.S. person unless the securities are registered under the 1933 Act, or an exemption from the registration requirements of the 1933 Act is available. A "U.S. person" is defined as (a) any individual who is a citizen or resident of the United States for federal income tax purposes; (b) a corporation, partnership or other entity created or organized under the laws of or existing in the United States; (c) an estate or trust the income of which is subject to United States federal income tax regardless of whether such income is effectively connected with a United States trade or business. In the United States, this material may be distributed only to a person who is a "distributor," or who is not a "U.S. person," as defined by Regulation S under the U.S. Securities Act of 1933 (as amended).

The Fund is actively managed. The Fund uses the MSCI AC Asia Pacific ex Japan Index as a benchmark for performance comparison purposes. The Fund is not constrained by this comparator benchmark and has significant freedom to invest in a portfolio that is different to the benchmark's own composition. Certain of the Fund's securities may be components of and may have similar weightings to the Benchmarks. However the Benchmark is not used to define the portfolio composition of the Fund or as a performance target and the Fund may be wholly invested in securities which are not constituents of the Benchmarks.

UK Investors: Investors should read the Prospectus, the Key Information Documents, the memorandum and articles of association as well as the annual and semi-annual reports before investing, copies of which are available free of charge from the Fund's UK Facilities Agent, Polen Capital UK LLP, 1st Floor, 15-18 Austin Friars, London EC2N 2HE, United Kingdom, Tel: 442080570457, email: international@polencapital.com web: PolenCapital.com. This factsheet is issued by the Investment Manager.

Polen Capital UK LLP is authorised and regulated by the Financial Conduct Authority (FCA) in the United Kingdom under FCA registration number 925147.