

# AMO Japan Value Equity Portfolio December 2019

## Investment Objective

AMO Japan Value Equity Portfolio (the fund) aims to outperform the TOPIX Index (gross of tax with dividends reinvested) in the medium to long term, through active management and predominantly bottom up approach.

- In-depth fundamental bottom-up research adds tangible value.
- Stock prices deviate from their intrinsic value by over-reacting to short-terms events from time to time.
- Invest in stocks that are temporarily priced below their intrinsic value and take profits once prices return to their fair value.

### Fund Facts

Portfolio Manager	Mr. Kouji Iwasaki	
Structure	UCITS SICAV	
Base Currency	JPY	
Launch Date	15 March 2018	
Total Fund Size (JPY mil)	1,005.8	
Minimum Investment	Class I	JPY 100mil or the equivalent
	Class P	JPY 5mil or the equivalent
	Class Q	
Investment Management Fee	Class I	0.75%
	Class P	1.30%
	Class Q	
Total Expense Ratio (TER*)	Class I	1.32%

\* TER includes all charges. The figure is an estimate of the charges as the fund has not been priced for a full financial year twelve months period.

### Fund Manager Commentary

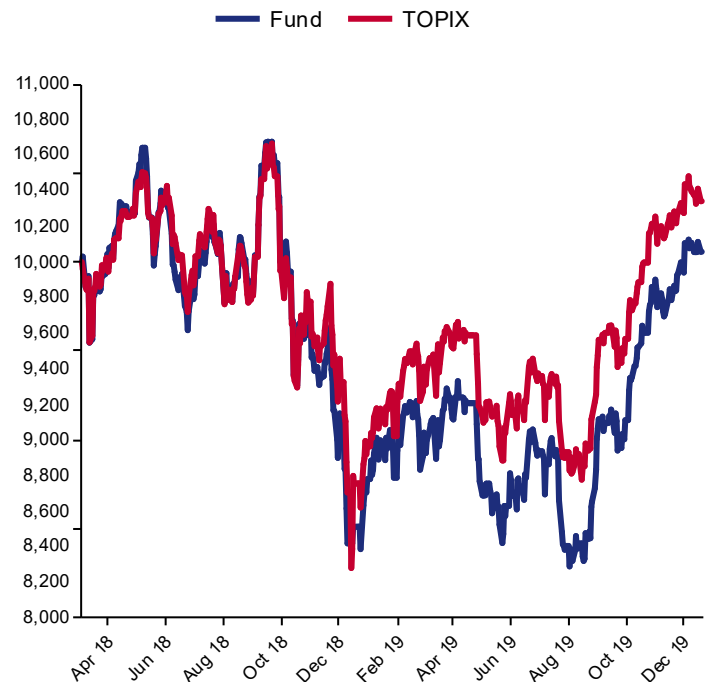
#### Performance Overview

The Fund outperformed the benchmark, gross of fees, in the month of December. Among individual positions, IT infrastructure distributor Daiwabo Holdings added notable value. In addition, our positions in Hitachi contributed to the relative performance, reflecting expectations for further business streamlining towards enhancing productivity. In contrast, our position in a chemical maker Ishihara Sangyo detracted from the performance, as the overseas demand in its profitable products appears to be slower than expected. Shares of Yamaha Motors were hampered by uncertainties over the emerging economies, where sizable earnings had been derived, although there was no major negative event.

#### Market Outlook and Investment strategy

Looking forward, we assume the market is in the phase where we should buy into undervalued stocks rather than being excessively pessimistic on the macro environment, although there is no strength in the pace of economic recovery. We will maintain the portfolio focus on undervalued stocks based on a long-term perspective. We have reduced the weight of stocks that outperformed without any specific changes in fundamentals. Going forward, we will especially focus on cheap stocks (i.e. cash-rich and low price-to-book) which are resistant to downside risks.

### Indexed Performance



### Cumulative Performance (%)

	1 Month	3 Months	6 Months	YTD	Since Inception
Fund	2.8%	11.3%	14.4%	18.1%	0.6%
TOPIX	1.4%	8.6%	12.3%	18.1%	3.4%
Excess Return	1.3%	2.7%	2.2%	0.0%	-2.8%

### Annualised Performance (%)

	1 Year	3 Year	5 Year	Since Inception
Fund	18.1%	-	-	0.3%
TOPIX	18.1%	-	-	1.9%
Excess Return	0.0%	-	-	-1.6%

### Calendar Year Performance (%)

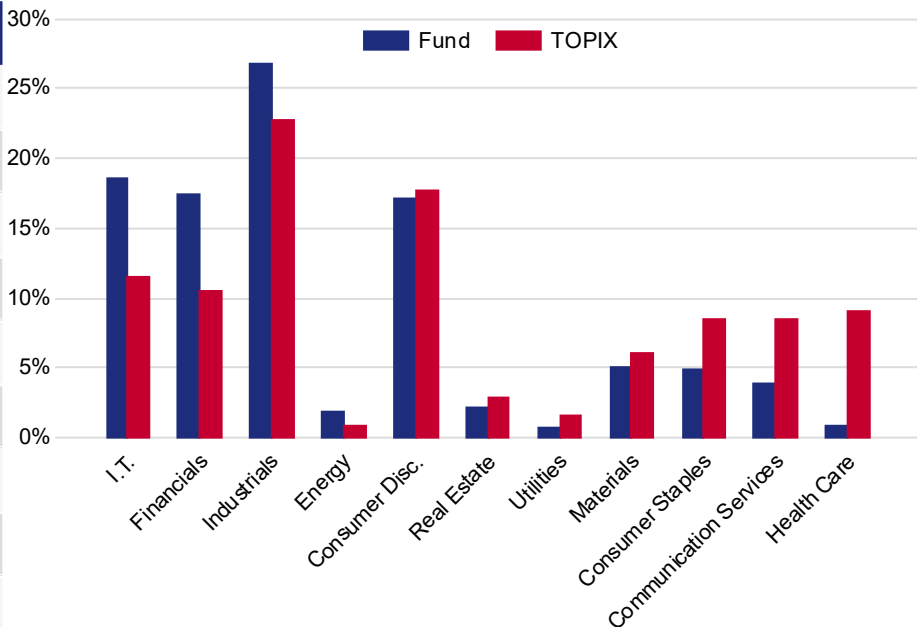
	2019
Fund	18.1%
TOPIX	18.1%
Excess Return	0.0%

## AMO Japan Value Equity Portfolio December 2019

### Top 10 Holdings

Security	Sector	Weight %
HITACHI LTD	I.T.	4.5
SUMITOMO MITSUI FINANCIAL GR	Financials	4.2
SONY CORP	Consumer Disc.	4.0
MITSUBISHI UFJ FINANCIAL GRO	Financials	3.9
TOYOTA MOTOR CORP	Consumer Disc.	3.8
ITOCHU CORP	Industrials	3.6
DAIWABO HOLDINGS CO LTD	I.T.	3.1
SOFTBANK GROUP CORP	Communication Services	2.6
TDK CORP	I.T.	2.2
DAI-ICHI LIFE HOLDINGS INC	Financials	2.1

### Sector Weight



Fund Statistics	
Number of Holdings	80
% in top 10 Holdings	34%
Historical Volatility Portfolio <sup>^</sup>	14.78%
Ex-ante Tracking Error (Barra)	3.71%
Beta (Barra)	1.07
Information Ratio <sup>^</sup>	0.01
Sharpe Ratio <sup>^</sup>	1.22

<sup>^</sup> Calculated using the past 1 year monthly returns

Dealing & Prices	
Dealing Frequency	Every Business Day
Settlement	T + 3
Administrator	Brown Brothers Harriman (Luxembourg) S.C.A.
Dealing Line	+352 474 066 226
Dealing Fax	+352 474 066 401
Email	Lux.BBH.Transfer.Agent@BBH.com
Price Availability	<a href="http://www.am-one-int.co.uk">www.am-one-int.co.uk</a>

Class	ISIN	Bloomberg
Class I JPY Acc	LU1779687497	AMJVEJA LX

## AMO Japan Value Equity Portfolio December 2019

AMO Japan Value Equity Portfolio is a sub-fund of AMO UCITS Fund. AMO UCITS FUND is organised as a Société d'Investissement à Capital Variable (investment company with variable capital) and is governed by the laws of the Grand-Duchy of Luxembourg. AMO UCITS Fund has its registered office in the Grand-Duchy of Luxembourg and is authorised in Luxembourg and regulated by the Commission de Surveillance du Secteur Financier. Before investing into AMO UCITS Fund (the 'Fund'), you should read the related KIID and the prospectus as well as the latest annual or interim reports. Please refer to the risk factors for risks applicable in investing in this Fund. The prospectus and KIID are available from the Asset Management One International website at <https://www.am-one-int.co.uk/investment-capabilities/ucits>.

This document has been prepared by Asset Management One International Ltd., and is not intended for distribution in any jurisdiction or country where distribution would be illegal. The information contained in this document is intended for Professional Clients only. The value of an investment portfolio and the income from it may fall as well as rise and investors may not get back the amount originally invested. Past performance is not necessarily a guide to the future.

Asset Management One International Ltd is authorised and regulated by the Financial Conduct Authority.

### Additional information for Switzerland

In respect of the shares distributed in and from Switzerland to Qualified Investors, please be informed that the Swiss Representative is Credit Suisse Funds AG, Uetlibergstrasse 231, Postfach, CH-8070 Zurich and the Swiss Paying Agent is Credit Suisse (Switzerland) Ltd., Paradeplatz 8, CH-8001 Zurich. The prospectus (including the Supplement for investors in Switzerland), the articles of incorporation, the key investor information document(s) as well as the annual and semi-annual reports of AMO UCITS Fund may be obtained free of charge by Qualified Investors from the Swiss Representative. The AMO UCITS Fund may only be offered and its prospectus may only be distributed in Switzerland to Qualified Investors as defined in the Swiss Collective Investment Scheme Act (CISA) and its implementing ordinance.