

# PPF – Far East Asia Opportunities Fund

## Capture the growth and manage the cycle

Investment report / January 2012 / All figures as of January 27<sup>th</sup>, 2012

### Facts and figures

Fund type	Luxemburg FCP, Open-end (UCITS)
Management company	Alceda Fund Management S.A., Luxembourg
Custodian bank and transfer agent	HSBC Trinkaus & Burkhardt (International) SA, Luxembourg
Fund manager	GHP Arbitrium AG, Zürich André Hämmerli, t: +41 43 344 41 06
Investment advisor	RAYS Capital Partners Ltd., Hong Kong, David Ruan, t. +852 3973 67 89
Swiss representative	PMG Fonds Management AG, Zürich
Paying agent in Switzerland	InCore Bank AG, Zürich
Auditor	PricewaterhouseCoopers, Luxembourg
ISIN	LU0426487012
Valoren	10'171'203
Bloomberg	PMGFEO LX
Price publication	www.alceda.lu, www.pmg-fonds.ch
Benchmark	MSCI AC Far East ex Japan
Inception date and price	May 15, 2009 at USD 100
Reference currency	USD
NAV per unit	<b>130.66</b>
NAV in fund	40'742'663
Trading	Weekly, on Fridays
Cut-off time for orders	Wednesday, 5 pm Luxembourg time
Trading contact	HSBC Trinkaus & Burkhardt (International) SA, Luxembourg, t: +352 471847-350
Subscription fee	up to 5%
Redemption fee	0.25% for fund asset
Management fee	1.5% p.a.
Performance fee	15% with HWM (@ 162.02)
Number of stocks	50
Liquidity	34.40%

### Top five allocations

Holdings	%	Countries	%
Tencent Holdings Ltd	4.45	China	25.51
Hutchison Whampoa Ltd	3.50	Hong Kong	16.16
China National Building Ma-H	3.04	South Korea	6.43
Picc Property & Casualty -H	3.03	Taiwan	4.38
Regent Manner International	2.70	Indonesia	3.74

GICS Sectors	%	Currencies	%
Industrials	14.03	HKD	42.08
Information Technology	12.15	USD	35.07
Financials	11.30	KRW	6.43
Materials	5.21	TWD	4.39
Energy	4.96	IDR	3.74

### Fund objective

The Fund seeks to generate long-term capital gain in US Dollars by exploiting opportunities in the Asian stock markets. The Fund is aimed at investors who wish to participate in the economic development of the Asian markets and aim to profit from long-term earnings growth prospects.

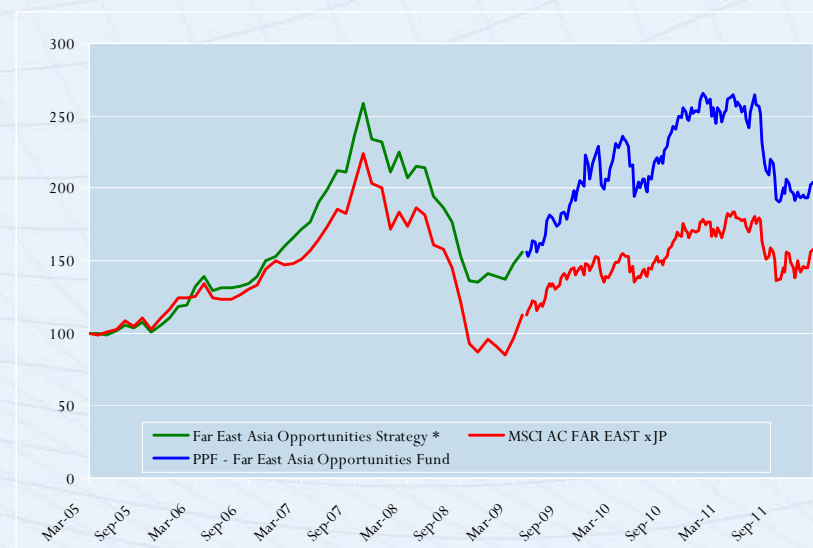
### Investment style

The investment process combines top down macro analysis for managing the turning point of the markets, with bottom-up stock selection based on on-site research which seeks out superior return opportunities of each individual stock.

### Investment advisor's comment

The Fund was up 5.4% since December 30<sup>th</sup>, versus the benchmark up 9.4% during the same period. Top 3 sectors of our portfolio are Industrials, Information Technology and Financials with NAV weightings of 14.0%, 12.2% and 11.3% respectively.

Regional markets opened the New Year with a strong rebound, particularly in China and North Asia against the backdrop of better than expected economic data, in the US and China. The latest batch of data from China confirms that the economy is steadily slowing and that the feared "hard landing" remains elusive. The extent of the slowdown was less than most had expected; official GDP growth was 8.9% YoY in Q4, slightly lower than the 9.1% in Q3. Full year growth came in at 9.2% compared with 10.4% in 2010. The composition of growth was more balanced in 2011, validating Beijing's policy responses over the last 18 months, paving way for a shift in policy from fighting inflation to supporting growth going forward. Additionally, whilst the risks from Europe remain, ECB's action, particularly through the LTRO facility, has back-stopped market concerns on a systemic global liquidity squeeze. We remain cautious, but are cognizant of a cyclical rally supported by improved liquidity conditions and attractive valuations.



	2012		2011	
	Fund	Bench*	Fund	Bench*
Jan**	5.4%	9.4%	2.1%	3.5%
Feb			-5.1%	-5.6%
Mar			3.2%	3.6%
Apr			3.5%	6.5%
May			-3.4%	-3.3%
Jun			0.0%	-2.8%
Jul			-0.4%	2.8%
Aug			-16.9%	-14.2%
Sep			-9.0%	-9.8%
Oct			8.0%	13.6%
Nov			-6.8%	-11.6%
Dec			0.9%	4.7%
YTD**	5.4%	9.4%	-23.5%	-15.2%
Since inception of the fund			30.66%	41.27%

\* Benchmark: MSCI AC Far East ex Japan

\*\* in 2011 since the last NAV in 2010 (Dec 27, 2010), in 2012 since the last NAV in 2011 (Dec 30, 2011)

\* Audited live track record, net of all fees

Source: GHP Arbitrium AG

Investors should consider that until April 30, 2009 the above chart and table are displaying the live track record, net of all fees of the underlying strategy of the fund. Since May 15, 2009 this strategy is implemented in the fund. The implementation of the strategy in the PPF - Far East Asia Opportunities Fund may cause divergences in the performance. Investors should read the risk considerations at the end of this document.

This is a marketing information. Investment in investment funds is subject to market risks. Past performance results are no indication of future results. Especially performance results referring to a period of less than twelve months (Year-to-date-performance, start of investment fund within the last twelve months) are no reliable indicator for future results due to the short comparison period. Issuance and redemption commissions are not included in the performance figures. All figures and information are given without any warranty and errors are reserved. The domicile of the fund is Luxembourg. For interested parties the fund regulations or the articles of incorporation, the simplified and the full prospectus in their current versions as well as the annual and semiannual reports are provided free of charge at GHP Arbitrium AG, Freigutstrasse 27, CH-8022 Zürich or at Alceda Fund Management S.A., 36 avenue du X Septembre, L-2550 Luxembourg and at the representative in Switzerland PMG Fonds Management AG, Sihlstrasse 95, CH-8001 Zürich, www.pmg-fonds.ch. Paying agent in Switzerland is InCore Bank AG Dreikönigsstrasse 8 CH-8022 Zürich. Information office and paying agent in Germany is HSBC Trinkaus & Burkhardt AG, Königsallee 21-23, D-40212 Düsseldorf. The tax treatment of the funds depends on the personal circumstances of each client and can be subject to future changes. This document is for information only. It does not represent an offer for the purchase or sale of the fund. The fund may not be offered, sold or delivered within the United States.