

## Facts

Portfolio value	\$5.18 bn
Fund commenced	04 March 2003
Minimum investment	A\$20,000 or NZ\$25,000
Regular Investment Plan (min.)	A\$200 or NZ\$250 per mth/qtr
Income distribution date	Annual, 30 June
Unit valuation	Sydney Business Day
Unit prices	App - 3.1400    Red - 3.1243

## Performance<sup>1</sup>

	FUND %	MSCI %
1 month	4.70	3.31
3 months	8.26	5.49
6 months	15.71	12.21
Calendar year to date	16.82	12.19
1 year	18.30	13.34
2 years (compound pa)	24.48	17.94
3 years (compound pa)	21.66	17.78
5 years (compound pa)	10.26	8.36
7 years (compound pa)	6.80	1.75
10 years (compound pa)	13.64	8.92
Since inception (compound pa)	16.64	10.40

## Invested positions<sup>3</sup>

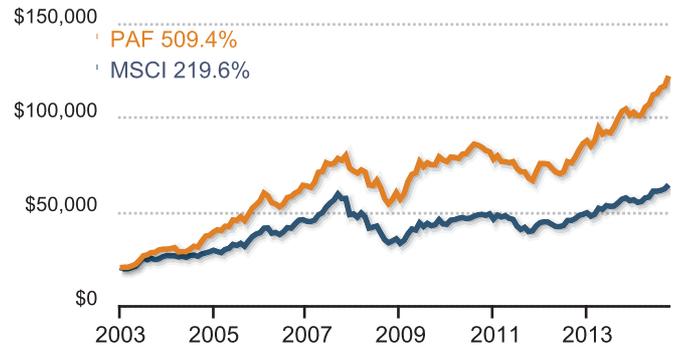
	LONG %	NET %	CURRENCY %
Canada	0.2	0.2	0.2
China	10.2	10.2	5.2
China Ex PRC	24.2	24.2	
Hong Kong	2.0	2.0	17.7
Taiwan	1.2	1.2	1.2
India	19.2	19.2	19.3
Indonesia	1.7	1.7	1.7
Korea	13.1	13.1	11.4
Malaysia	4.0	4.0	4.1
Philippines	6.1	6.1	6.1
Singapore	2.5	2.5	0.6
Thailand	6.7	6.7	6.7
Vietnam	1.6	1.6	
	92.7	92.7	
Australian Dollar			3.2
China Renminbi Off Shore			(17.8)
UK Pound Sterling			0.7
United States Dollar			39.8
Cash	7.3	7.3	
<b>Total</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>

Long - 135 stocks, 12 swaps

## Fees

Entry fee	Nil
Exit fee	Nil
Management Expense Ratio/ Indirect Cost Ratio (MER/ICR)	1.54% per annum (inclusive of investment & administration costs)
Brokerage paid	Nil
Buy/sell spread	0.5% total

## Performance graph<sup>2</sup>



Source: Factset and Platinum

## Top ten positions<sup>4</sup>

STOCK	COUNTRY	INDUSTRY	%
PICC Property & Casualty Co	China Ex PRC	Financials	3.3
KB Financial Grp	Korea	Financials	3.0
ICICI Bank Ltd	India	Financials	2.9
Baidu com ADR	China Ex PRC	Info Technology	2.5
Jardine Matheson Holdings	Singapore	Industrials	2.5
Kasikornbank PCL	Thailand	Financials	2.4
Samsung Electronics Co Ltd	Korea	Info Technology	2.3
Ayala Land Inc	Philippines	Financials	2.2
Genting Bhd	Malaysia	Cons Discretionary	2.0
Gamuda Bhd	Malaysia	Industrials	2.0

## Industry breakdown<sup>3</sup>

SECTOR	LONG %	NET %
Financials	34.2	34.2
Cons Discretionary	13.9	13.9
Industrials	13.5	13.5
Info Technology	10.8	10.8
Consumer Staples	6.6	6.6
Materials	5.4	5.4
Telecom Services	4.5	4.5
Utilities	2.0	2.0
Health Care	0.8	0.8
Energy	0.8	0.8
Other	0.3	0.3

1. Investment returns are calculated using the Fund's unit price and represent the combined income and capital return for the specified period. They are net of fees and costs (excluding the buy-sell spread and any investment performance fee payable), pre-tax, and assume the reinvestment of distributions. The investment returns shown are historical and no warranty can be given for future performance. You should be aware that historical performance is not a reliable indicator of future performance. Due to the volatility of underlying assets of the Fund and other risk factors associated with investing, investment returns can be negative (particularly in the short-term).

2. The investment returns depicted in this graph are cumulative on A\$20,000 invested in the Fund since inception relative to the MSCI All Country Asia ex Japan Net Index in A\$. The investment returns are calculated using the Fund's unit price. They are net of fees and costs (excluding the buy-sell spread and any investment performance fee payable), pre-tax and assume the reinvestment of distributions. It should be noted that Platinum does not invest by reference to the weightings of the Index. Underlying assets are chosen through Platinum's individual stock selection process and as a result holdings will vary considerably to the make-up of the Index. The Index is provided as a reference only.

3. The "Long %" represents the exposure of physical holdings and long stock derivatives. The "Net %" represents the exposure of physical holdings and both long and short derivatives.

The "Currency %" represents the currency exposure for the Fund's Portfolio, taking into account currency hedging.

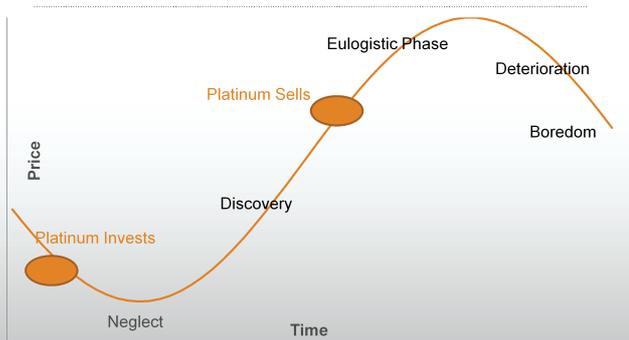
4. Top Ten positions shows the Fund's top long share exposure positions. Long derivative exposures are included, however, short derivative exposures are not.

Platinum Investment Management Limited ABN 25 063 565 006 AFSL 221935, trading as Platinum Asset Management ("Platinum") is the responsible entity and issuer of units in the Platinum Asia Fund (the "Fund"). The Platinum Trust Product Disclosure Statement No. 9 and Supplementary PDS ("together PDS") provides details about the Fund. You can obtain a copy of the PDS from Platinum's website [www.platinum.com.au](http://www.platinum.com.au), or by contacting Investor Services on 1300 726 700 (Australian investors only), 0800 700 726 (New Zealand investors only), or 02 9255 7500, or via [invest@platinum.com.au](mailto:invest@platinum.com.au).

Before making any investment decision you need to consider (with your financial adviser) your particular investment needs, objectives and financial circumstances. You should refer to the PDS when deciding to acquire, or continue to hold, units in the Fund.

DISCLAIMER: The information presented in this Fact Sheet is not intended to be advice. It has not been prepared taking into account any particular investor's or class of investor's investment objectives, financial situation or needs, and should not be used as the basis for making investment, financial or other decisions. To the extent permitted by law, no liability is accepted for any loss or damage as a result of any reliance on this information. Platinum does not guarantee the repayment of capital, payment of income or the Fund's performance. Platinum is a member of the Platinum Group of companies.

### Platinum's approach



Source: Platinum



### Investment themes

- E-commerce, data, mobility
- Financial sector
- Emerging market consumer
- China rebalancing
- Indian infrastructure
- Korean corporate rejuvenation

Source: Platinum



### Platinum Asia Fund in a nutshell, 30.11.14

Key sector exposures and FX positions by geography

Gtr China	ASEAN	India	Korea
Internet	Banks	Infrastructure	Tech Hardware
Consumer	Property	Banks	Financials
Insurance	Consumer	Property	Consumer
Short CNY			
Long USD			

Source: Platinum



### Platinum Asia Fund: evolution of exposure (%)



Source: Platinum



### Market update and Commentary

The eagerly awaited Chinese Mutual Market Access program commenced in November, allowing global investors to directly and more freely invest in the A-share stock market via Hong Kong whilst also allowing Chinese domestic investors to invest in Hong Kong for the first time. After the initial excitement there is clear foreign interest to invest directly into China, albeit at a cautious pace. Additionally, the People's Bank of China, cut the deposit and loan rates in China, which coupled with talk of further policy easing directly benefited the financial stocks. We own Chinese life and general insurance stocks which will grow as a direct benefit of an increasingly affluent Chinese consumer.

We visited India during November, and that market continued to perform well led by domestic oriented stocks such as the banks, infrastructure and consumer. A lot of attention is being given to pro-growth Prime Minister Modi - his recent trip to Australia sparked a lot of interest from Indians living here. His new government has focused on releasing food inventories to temper food inflation and tight interest rates have also helped to fight inflationary forces. The domestically oriented part of the market is now responding to the double potential of interest rate cuts from the Central Bank and a resurgence of growth under Modi.

In our September Quarterly Report, we reported on recent trips made to China and Vietnam. In the former, we spent time looking at changes in the construction industry. The report also addresses corruption and the property sector. The latter appears to be an interesting "one to watch". There are positive changes in the very cheap market of Korea and the biggest risk from lowly-priced Asia's progress at present seems to emanate from outside.

Over the last year the Fund has continued to move away from SE Asia (ASEAN) which has served investors well and redeployed the proceeds into India and China. The former was built-up in anticipation of a positive election outcome, and indeed, the result was stronger than we had hoped for, with Modi securing a majority. The focus in India is on infrastructure; property, banks, construction and ports. Meanwhile in China we have tended to focus on the consumer, with insurance and liquor the latest areas to attract our attention. Across the region, financials, consumer, technology and industrials make-up the bulk of the Fund, which carries no stock shorts at this juncture, reflective of the positive opportunities we can see. However, we do have a partial hedge on the Chinese yuan, as we believe that it acts as a potential policy lever for the administration should they need to use it and hence offers an attractive payoff for the Fund.

The Fund has benefited strongly over the last 12 months from being on the right side of the changes taking place across the region with the contribution from Indian stocks outstanding, while China and ASEAN also had a meaningful impact. At a sector level, it was financials and industrials that were the core drivers of the Fund's returns.

Joseph Lai took over full responsibility for the Platinum Asia Fund in December.