



FSSA Dividend Advantage Fund

Fund snapshot

- High-conviction portfolio with bottom-up stock selection
- Aims to provide regular distribution and long-term capital appreciation
- Managed by a team of Asia and Global Emerging Markets specialists with a long track record



Minimum market cap

> US\$1.5bn



Geographical sector

Asia Pacific ex-Japan

Lead portfolio manager	Approx. no. of stocks	Benchmark	Maximum cash	Minimum market cap
Martin Lau	50 – 70	MSCI AC Asia Pacific ex Japan Index	10%	> US\$1.5bn
Minimum initial investment		S\$1,000	Initial charge	5.0% (Cash / SRS) 0.0% (CPF - Ordinary Acct)
Minimum subsequent investment		S\$100	Management fee	1.5% p.a.
Share class		Class A (SGD - Q Dist)	Distribution Frequency**	Quarterly
Inception date		20 December 2004	NAV/share	S\$1.8787
ISIN code		SG9999002083		

Source: First Sentier Investors, as at 30 June 2022.

Annualised performance in SGD (%)

	1 year	3 years	5 years	10 years	Since inception
Fund (Ex initial charges)	-17.4	3.3	5.2	8.6	8.5
Fund (Inc initial charges)	-21.6	1.5	4.1	8.0	8.2
Benchmark*	-20.4	3.4	3.8	6.6	6.4

Source: Lipper, First Sentier Investors, as at 30 June 2022. Since inception: 20 December 2004. Single pricing basis with net income reinvested *MSCI AC Asia Pacific ex Japan Index

Why invest in the FSSA Dividend Advantage Fund?

1. Capture the multi-decade growth story of Asia

- More than half of the world's 4 billion middle class live in Asia, with projections adding another 1.5 billion members by 2030¹
- Ride Asia's growth story with these long-term investment themes:



Dominant consumer franchises



Beneficiaries of the rise in healthcare spending



High-quality financials



A more connected and automated world

2. A differentiated, high-conviction portfolio constructed from the bottom up

- High-conviction portfolio built from the bottom up with a focus on quality management, strong financials and sustainable growth drivers

Portfolio characteristics

Differentiated (high active share)	79.6%
High conviction (# holdings)	54
Concentrated (top 20 holdings)	60.7%
Cash generative, asset light companies (ROCE#)	22.5%
Profitability (ROE*)	19.8%
P/E ratio (next 24 month)†	14.1x

Source: First Sentier Investors, FactSet, MSCI as at 30 June 2022.

Weighted Average Post-Tax ROCE run excluding values below zero or above 200% (GICS financial companies are excluded).

* Weighted Average Return on Equity run excluding values below zero.

† Weighted Harmonic Average P/E ratio.

¹ Brookings Institution, World Economic Forum, as at 13 July 2020.

3. HDFC Bank: India's largest private sector bank

- Over 60% of loans and deposits in India are still controlled by inefficient state-owned banks
- A beneficiary of financial inclusion, well-run private sector banks like HDFC Bank have been gaining market share rapidly and is expected to continue to do so
- Management has a track record of managing risks prudently and maintaining industry-leading Return on Assets (ROAs) across economic cycles and periods of disruption

Steadily increasing market share and earnings per share



EPS means Earnings Per Share.

Source: HDFC Bank Annual Reports, Indian Banks Association, Bloomberg, as at 31 March 2022.

Why FSSA Investment Managers?

FSSA Investment Managers are specialists in Asia and Global Emerging Markets. Operating as an autonomous investment team within First Sentier Investors Group, we are a team of dedicated investment professionals based in Hong Kong and Singapore. Established in 1988, we are bottom-up investors with a different perspective, using fundamental research and analysis to construct high-conviction portfolios.



Quality focused



Absolute return mind-set



Benchmark indifference



ESG fully integrated

Important information

**First Sentier Investors (Singapore) ("FSIS") intends to make quarterly distributions on 31 March, 30 June, 30 September and 31 December each year. The distributions will be made out of the income, capital gains and/or capital of the Fund. Investors should note that the intention to make the quarterly distribution is not guaranteed by FSIS or its distributors and FSIS may in future review the distribution policy depending on prevailing market conditions.

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Applications for units of the Fund must be made on the application forms accompanying the prospectus. Investments in unit trusts are not obligations of, deposits in, or guaranteed or insured by First Sentier Investors (Singapore), and are subject to risks, including the possible loss of the principal amount invested.

Reference to specific securities (if any) is included for the purpose of illustration only and should not be construed as a recommendation to buy or sell the same. All securities mentioned herein may or may not form part of the holdings of FSI's portfolios at a certain point in time, and the holdings may change over time. In the event of discrepancies between the marketing materials and the Prospectus, the Prospectus shall prevail.

The CPF interest rate for the Ordinary Account (OA) is based on the 12-month fixed deposit and month-end savings rates of the major local banks. Under the CPF Act, the Board pays a minimum interest of 2.5% per annum when this interest formula yields a lower rate. The government will maintain the 4% per annum minimum rate for interest earned on all Special and Medisave Accounts (SMA) and Retirement Account (RA) monies until 31 December 2022, subject to updates from the CPF board. The CPF Board will pay an extra interest rate of 1% per annum on the first S\$60,000 of a CPF member's combined balances, including up to S\$20,000 in the OA. In addition, CPF members aged 55 and above will also earn an additional 1% extra interest on the first \$30,000 of their combined balances (with up to \$20,000 from the OA). Only monies in excess of S\$20,000 in the OA and S\$40,000 in the Special Account can be invested.

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