

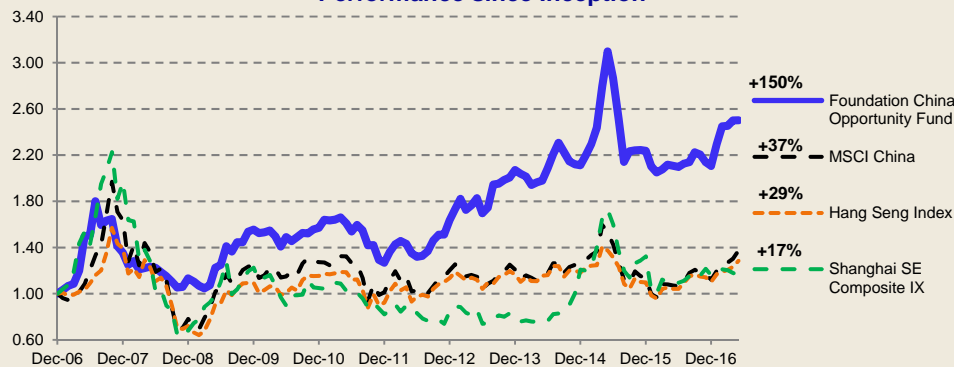
FOUNDATION CHINA OPPORTUNITY FUND

Monthly Factsheet

Fund Description

An equity long/short fund, launched in December 2006, is the firm's 1st flagship fund. The Fund maintains a consistent investment approach with a focus on liquidity, low directional exposure to equity markets. The Fund has three core investment strategies: value recovery, growth-at-a-reasonable-price equity and alpha shorts. Each underlying strategy aims to exploit inefficiencies primarily in the Greater China markets. Since the Fund's inception, a disciplined approach to managing the investment process and portfolio risk, combined with a policy of stable strategy biases, has ensured that the Fund has produced solid compounded returns. Those returns exhibit low volatility as well as a low beta to equity markets and have provided meaningful downside protection in difficult market environments.

Performance since Inception



Performance Comparison

(NAV, %)	Month to Date	Year to Date	1 Year	3 Year	5 Year	Since Inception
The Fund	0.1	18.8	18.8	26.4	85.2	150.2
MSCI China	5.3	22.4	28.1	18.8	34.4	37.3

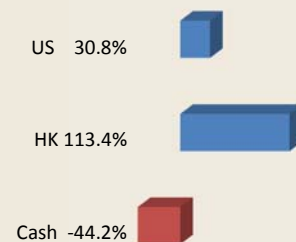
Portfolio Highlights

Company Description	Change of Recommendation?	Reasons for the change or news / comment on price alert	MTD (incl divi)	FY0 Forecast PB	FY0 Forecast DY	Market Cap (US\$m)
Security exchange	No	<ul style="list-style-type: none"> 1Q17 revenue slightly weaker, profit up 20%, in line weaker trading offset by better investment income near term catalyst of Bond Connect and MSCI inclusion of A shares via Stock Connect, longer term value of China's only free market exchange intact 	3%	7.1	2.6	30,904
Specialty Pharma	No	<ul style="list-style-type: none"> 1Q17 revenue was up 16% yoy and net profit was up 26% yoy, both in line with consensus revenue from innovative drugs surged by 29.6% yoy in 1Q17, while 1Q17 gross profit margin reached 57%, rising from 48.8% in 1Q16 expected to sustain growth in its innovative and oncology drugs sales in the year ahead 	8%	7.0	1.3	9,058
Internet games & online communities	No	<ul style="list-style-type: none"> 1Q17 rev grew 55% yoy; earnings grew 42%, both beat consensus strong growth was on the back of strong mobile/PC games and other rev solid earnings showing the company's strong profitability; biz on payment & advertising still have huge potential 	10%	11.4	0.3	325,455
Semiconductor or Manufacturer	No	<ul style="list-style-type: none"> 1Q17 results better than management guidance, gp margin at high end of guidance range revenue grew by 11.4% yoy, driven by improved product mix, despite maintenance on 2 fabs during the quarter management guiding 8% top line growth & gp margin at 30-31% for 2Q17 	-5%	0.9	2.9	1,359

Performance since Inception (NAV, %)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2017	8.90	6.79	0.16	1.90	0.10								18.8
2016	-6.00	-2.54	1.23	2.04	-0.47	-0.47	1.42	0.55	4.02	-0.84	-3.07	-1.50	-5.8
2015	4.07	4.48	6.15	14.75	10.71	-7.42	-12.2	-14.9	4.27	0.39	0.12	-0.32	5.9
2014	-1.56	-1.11	-3.68	1.18	0.76	5.39	5.74	4.54	-3.50	-3.56	-1.21	-0.38	2.0
2013	5.82	5.25	-5.28	2.30	3.46	-7.13	2.84	11.44	0.44	1.67	1.05	3.22	26.6
2012	7.32	4.88	2.05	-1.62	-5.72	-2.29	0.63	3.00	6.80	3.39	0.12	8.15	29.0
2011	4.48	-0.33	0.35	1.24	-3.00	-4.50	3.68	-2.84	-8.40	0.07	-9.01	-1.90	-19.2
2010	-1.89	0.44	1.00	-3.24	-5.90	5.77	-2.36	2.45	2.35	-0.27	2.27	0.90	1.0
2009	-2.26	-3.44	-1.99	2.48	14.28	1.92	12.88	-3.25	5.90	0.03	6.33	1.14	37.4
2008	-7.90	2.61	-5.55	0.89	1.05	-0.76	-3.16	-2.92	-3.90	-4.78	0.55	6.82	-16.5
2007	3.29	3.31	1.65	10.37	24.90	0.80	19.47	-11.4	2.33	0.78	-14.3	-3.86	35.6

Listing Regional Distribution



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