

### FACTSHEET

### THE MANAGER

#### Performance Returns

The SPARX OneAsia Long Short UCITS Fund returned 3.07% in the month of March.

#### Investment Objective & Strategy

The investment objective of the fund is to maximise risk-adjusted returns regardless of the market cycle by investing in equity within Asia including Japan. The strategy aims to capitalize on Asia's growth dynamics by identifying potential winners and losers through bottom-up fundamental research.

#### Market Commentary

In March, top positive contributors include long positions in Haier Electronics (1169 HK) and Samsonite (1910 HK).

**Haier Electronics** provides integrated channel services (distribution and logistics services for home appliances and other bulky consumer products) and manufactures washing machine (M/S 25%, #1 in China) and water heater (M/S 17%, #1 in China). Share price rallied 25% in March on the back of the company's announcement of strong sales growth (17% YoY in 4Q16) and upbeat earnings result. With a positive outlook for growth (sales +10% YoY in FY2017E) coupled with USD 300mn+ free cash flow per annum on top of USD 1.7bn net cash on the balance sheet, we believe that there will be further upside in share price.

**Samsonite** is a global luggage company selling brands such as Samsonite, TUMI, and American Tourister. Share price rallied 20% in March driven by a buoyant 4Q16 sales and earnings announcement. Progress towards integration post merger with TUMI brand was faster than expected helping to relieve investors concern. We expect further upside from current level given positive growth outlook from a well diversified brand of luggage goods and regional mix of distribution channels with further room for margin expansion on top of USD 250~300mn annual free cash flow.

At the portfolio level, we have started to implement the following to improve the return profile of the fund: (1) increasing gross exposure via more sizable / focused long positions; and (2) mix of active and passive shorts (index futures or ETFs) instead of focusing primarily on individual shorts as alpha drivers. This will add capacity to our gross target exposure and create a blend of hedging / alpha seeking short portfolio. With this, we aim to achieve double digit returns and higher volatility going forward.

#### USD Institutional Class UCITS Performance

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Y-T-D
2017	1.26%	-1.82%	3.07%	-	-	-	-	-	-	-	-	-	2.48%
2016	-1.66%	0.81%	-0.08%	2.79%	-0.10%	-1.86%	-0.20%	3.32%	-1.56%	0.19%	-2.07%	-1.51%	-2.09%
2015	-	-	-	-	-	-	-	-	-0.51%	0.87%	0.50%	-1.08%	-0.23%

The performance figures quoted above represent the performance of the SPARX OneAsia Long Short UCITS Fund since launch on 17<sup>th</sup> September 2015. These performance figures refer to the past and past performance is not a guarantee of future performance or a reliable guide to future performance.

#### SPARX OneAsia Long Short Representative Strategy

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Y-T-D
2015	0.07%	1.36%	1.59%	-0.11%	-1.43%	1.02%	4.57%	-3.11%					
2014	-	-	-	-	-	0.41%	1.78%	0.92%	-1.19%	2.27%	0.90%	0.68%	5.88%

The above performance pertains to the performance since inception of the SPARX OneAsia Long Short Representative Strategy and is not of the SPARX OneAsia Long Short UCITS Fund. UCITS Funds have to abide by onerous investment restrictions and consequently the performance of the SPARX OneAsia Long Short UCITS Fund may not be similar to that presented above. These performance figures refer to the past and past performance is not a guarantee of future performance or a reliable guide to future performance.

#### Risk Metrics (% of NAV)

		Historical Risk Metrics <sup>^</sup>	
Long Exposure	71.49%	Annualised Return	3.76%
Short Exposure	-60.91%	Annualised Volatility	5.99%
Gross Exposure	132.40%	Sharpe	0.57
Net Exposure	10.58%	Sortino	0.82
No of Longs	23		
No of Shorts	24		
Beta	0.16		

<sup>^</sup>The above historical risk metrics pertain to the daily statistics since inception of the SPARX OneAsia Long Short Representative Strategy, merged with the statistics of combined share classes SPARX OneAsia Long Short UCITS Fund from 1<sup>st</sup> September 2015 to 31<sup>st</sup> March 2017.

1. Arithmetic means of 1 Month USD LIBOR interest rate was used as the Risk Free Rate of returns for the calculation period.  
2. Downside deviation refers to standard deviation of negative daily returns during the period.



**Hak Kim** is the portfolio manager for the SPARX OneAsia Long Short UCITS Fund. He has over 15 years of experience in the fund management business and is responsible for coordinating SPARX's fundamental research activities across Asia. Prior to becoming a founding member of the OneAsia team, Mr. Kim was a portfolio manager at SPARX's Korean subsidiary where he ran a Korea long short fund. Before this, he was an analyst covering various sectors and also played a key role in creating the firm's investment outlook and strategy. Mr. Kim holds a B.A. in Business Administration from Seoul National University and attended an MBA program in International Finance at the graduate school of Seoul National University. He is a CFA charter holder.

#### FUND FACTS

Structure	UCITS Fund
Domicile	Ireland
Liquidity	Weekly
Fund AUM	\$15.8 million
Strategy AUM	\$75 million
Inception	17 <sup>th</sup> September, 2015
Share Class	<b>Institutional/Institutional Pooled</b>
Currency	EUR/GBP/CHF/USD
Mgt. Fee	1.50%
Perf. Fee	15%
Min Init. Sub.	1,000,000
ISIN Codes	EUR: IE00BYMVZK37/IE00BYMVZX65 USD: IE00BYMVZW58/IE00BYMWOS95 CHF: IE00BYMVZN67/IE00BYMWOP64 GBP: IE00BYMVZL44/IE00BYMVZZ89
Share Class	<b>Institutional Founder/Retail Pooled</b>
Currency	EUR/GBP/CHF/USD
Mgt. Fee	1.00%/2.00%
Perf. Fee	10%/15%
Min Init. Sub.	10,000,000/10,000
ISIN Codes	EUR: IE00BZ03QD85/IE00BYQF1X69 USD: IE00BZ03QH24/IE00BYQF2000 CHF: IE00BZ03QG17/IE00BYQF1Z83 GBP: IE00BZ03QF00/IE00BYQF1Y76

### Composition of UCITS Fund

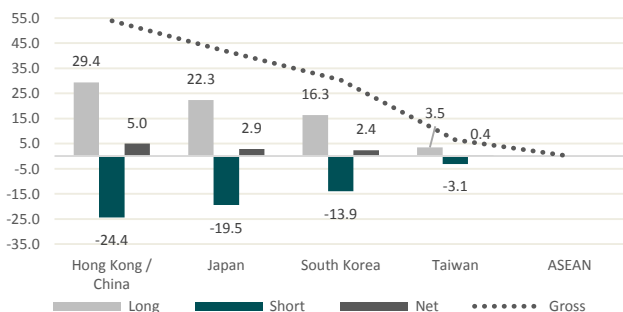
#### Top 5 Longs (% of NAV)

Haier Electronics	5.12%
Samsonite	5.08%
Nidec	4.59%
Naver	4.37%
JD.com	4.30%
<b>TOTAL</b>	<b>23.46%</b>

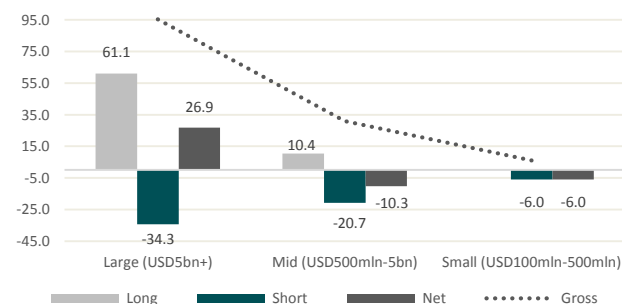
#### Top 5 Shorts (% of NAV)

Tracker Fund of Hong Kong	-6.04%
TOPIX ETF	-5.39%
KraneShares CSI China Internet Fund	-3.80%
Samsung KODEX 200	-3.17%
TSEC Taiwan 50 ETF	-3.10%
<b>TOTAL</b>	<b>-21.50%</b>

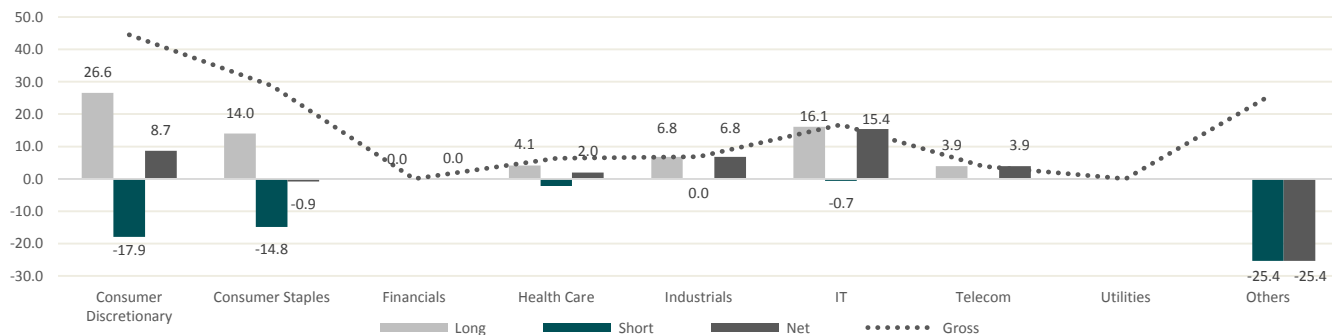
### Geographic Analysis (% of NAV)



### Market Cap Analysis (% of NAV)



### Sector Analysis (% of NAV)



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### Disclaimer

**Risk Warning:** Past performance is not a reliable indicator of future results, prices of investments and the income from them may fall as well as rise. Investments in equities are subject to market risk and, potentially, to exchange risk. The SPARX OneAsia Long Short UCITS Fund (the "Fund") may use higher leverage and financial derivative instruments as part of the investment process. The distribution of this report does not constitute an offer or solicitation. Any investment in the Fund should be based on the full details contained in the Fund's Supplement Prospectus and Key Investor Information Documents which together with the Montlake UCITS Platform Prospectus may be downloaded from the MontLake website ([www.montlakeucits.com](http://www.montlakeucits.com)). Information given in this document has been obtained from, or based upon, sources believed by us to be reliable and accurate although neither ML Capital nor SPARX Asia Investment Advisors Limited accepts liability for the accuracy of the contents. SPARX Asia Investment Advisors Ltd is authorised and regulated by the SFC. ML Capital does not offer investment advice or make recommendations regarding investments. The Manager of the Fund is MLC Management Ltd, a company regulated by the Central Bank of Ireland. The MontLake UCITS Platform ICAV is registered and regulated as an open-ended Irish collective asset-management vehicle with segregated liability between sub-Funds formed in Ireland under the Irish Collective Asset-management Vehicles Act 2015 and authorised by the Central Bank as a UCITS pursuant to the UCITS Regulations. ML Capital Asset Management Ltd is regulated by the Central Bank of Ireland. This notice shall not be construed as an offer of sale in the Fund. This notice shall not be construed as an offer of sale in the SPARX OneAsia ARS Fund or in any other fund managed or advised by SPARX Asia Investment Advisors Ltd.

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