

VT HALO GLOBAL ASIAN CONSUMER FUND

November 2018 Monthly Fund Fact Sheet



All Data at 12.00 GMT 30th November 2018

Portfolio Description

The VT Halo Global Asian Consumer Fund aims to achieve an annualised total return before fees of 8-12% over the long term. This will be achieved from investing in companies globally, which are exposed to the growth of the Asian middle class and the corresponding rise in their consumption

Fund Manager's Comments

The Fund had a very strong month in November rising 9% in Sterling terms, outperforming regional indices such as the MSCI Asia ex Japan which rose 5.3%, and recovering virtually all the losses we experienced in October. Markets were buoyed by positive comments from the Trump administration leading up the G20 meeting, and the US subsequently stating that they were refraining from imposing the additional tariff hikes on \$200bn of Chinese imports, subject to a new trade deal being negotiated. The Fund's holdings in Indonesia were strong contributors to performance this month, having witnessed upgrades to profit forecasts for Bank Rakyat, one of our top ten holdings. November saw the currency recovering from its recent lows, appreciating 6% month on month, and the 10 Year Government Bond yields moving 67bps lower. This did not go unnoticed by investors and the local JCI index saw its first meaningful inflows in 18 months of \$609m.

We recently returned from a trip to Hong Kong and India where we spent two weeks meeting a variety of corporates. The overall sentiment in India is getting increasingly cautious as investors start to evaluate the outcome of the upcoming general election in May. However, the polls in India have been notoriously poor at predicting the election outcome and we continue to like the long-term growth outlook in India. We therefore view any correction in the market as a potential entry point to add high quality franchises that present good value. We met with the senior management of the private bank Indus Ind, and came away reassured that the recent exposure to the defaulted infrastructure lender, IL&FS was a one off and that the outlook for earnings in FY20 looks very strong. We subsequently added to the position. We also initiated a new position in the Indian broadcaster Zee Entertainment. Zee Entertainment is one of India's leading broadcasters and its largest content producer. We believe the company is strategically placed to capitalise on India's media transformation to digital. India has been identified as a key market by a number of global tech majors such as Amazon, Google and Netflix and we feel Zee will play a major part in this sector's development.

In Hong Kong we met a number of names both in the consumer and education space and the takeaway was that whilst there was a slowdown in November, it was not as bad as the worst-case scenarios the market was pricing in. Trends like premiumisation remain intact and specific companies like Li-Ning were not seeing any slowdown at all, and instead seeing continued strength in their retail sales. We also met the Chinese gas distributors Tian-Lun and ENN, whose stocks have heavily sold off over concerns about cuts in connection fees. Both companies were regularly in touch with regulators and their view was that it is very much business as usual. We subsequently added to our position in Tian-Lun as we felt the market had overreacted to un-substantiated rumours.

Lastly the Chinese wealth manager, Noah, reported a very strong set of results beating sell side estimates, with the shares rising 10% on the day. Revenue and eps grew 23% and 37% respectively, and we particularly liked the strength in higher quality recurring fees, indicating the maturing of the business. We met with senior management whilst in Hong Kong and continue to view Noah as a core holding in our portfolio.

NAV 139.7p

Investment Manager:	Halo Investment Management
Fund Manager:	Andrew Williamson-Jones
ACD:	Valu-Trac Investment Management Ltd.
Fund Type:	UK UCITS IV OEIC
Launch Date:	3 Nov 2014
Classes:	A, B, C
Base Currency:	Sterling
Dealing & Valuation:	Daily 12.00pm
Year End:	30 June
Management Fees:	A: 1.15% p.a. B: 0.85% p.a. C: 0.65% p.a.
ISIN:	
A \$ Acc	GB00BRJTG644
A £ Acc	GB00BRGCDR64
B \$ Acc	GB00BRWQWY25
B \$ Inc	GB00BRJTG867
B £ Acc	GB00BRWQWX18
B £ Inc	GB00BRGCD571
C \$ Acc	GB00BRWQX051
C \$ Inc	GB00BRJTG974
C £ Acc	GB00BRWQWZ32
C £ Inc	GB00BRGCDT88

Asset Under Mgt \$50 m

Depository: National Westminster Bank PLC

Dealing Frequency: Daily

Daily NAV available: Bloomberg, Morningstar & Valu-Trac

Issued and approved by Halo Investment Management LLP. Authorised and regulated by the Financial Conduct Authority.

VT HALO GLOBAL ASIAN CONSUMER FUND

November 2018 Monthly Fund Fact Sheet

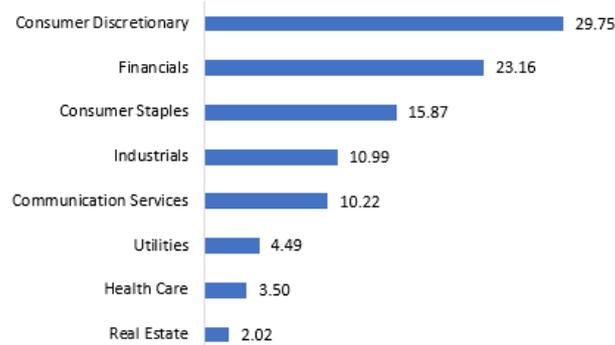


All Data at 12.00 GMT 30th November 2018

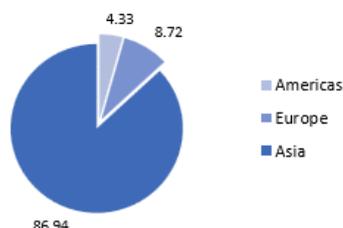
Top 10 Holdings (% of NAV)



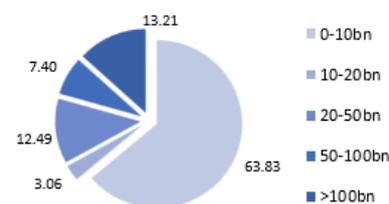
Sector Allocation (% of NAV)



Geographical Allocation % (USD)

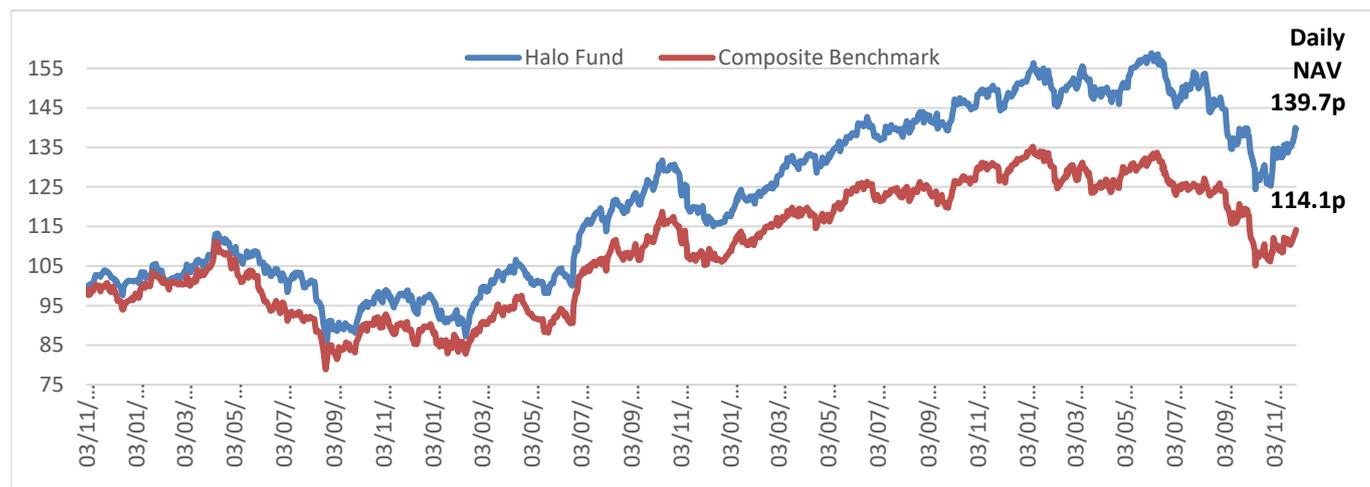


Market Cap Allocation % (USD)



Fund Performance since Inception

Performance data shown is of the B £ Net Acc. share class. Custom Benchmark, 30% MSCI AC Asia ex Jap Consumer Staples, 40% MSCI AC Asia ex Jap Consumer Discretionary and 30% MSCI AC Asia ex Japan Index. Past performance is not a guarantee of future returns. Data from Valu-Trac Administration Services and Reuters. This is for illustrative purposes only and in accordance with our Prospectus Halo does not benchmark against any index.



Where this communication constitutes a financial promotion/marketing communication it is issued and only made available to, and directed at, (a) persons who have professional experience in matters relating to investments falling within Article 19(1) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (the "Order") or (b) high net worth entities, and other persons to whom it may otherwise lawfully be communicated, falling within Article 49(1) of the Order (all such persons together being referred to as "relevant persons"). This communication must not be acted on or relied on by persons who are not relevant persons. Any investment or investment activity to which this communication relates is only available to relevant persons and will be engaged only with relevant persons. This is for professional clients and eligible counterparties only. This is an Undertaking for Collective Investment in Transferable Securities (UCITS) regulated by The Financial Conduct Authority (FCA) in the United Kingdom. The information herein was obtained from various sources. We do not guarantee its accuracy. This information is for your private information and is for discussion purposes only. A variety of market factors and assumptions may affect this analysis, and this analysis does not reflect all possible loss scenarios. There is no certainty that the parameters and assumptions used in this analysis can be duplicated with actual investments. Any historical examples which appear are not necessarily indicative of future investments. Neither the information, recommendations or opinions expressed herein constitutes an offer to buy or sell the specified investment product. Foreign currencies denominated investments are subject to fluctuations in exchange rates that could have a positive or adverse effect on the investor's return. Unless otherwise stated, any pricing information in this presentation is indicative only and is subject to change. Prior to undertaking any investment, you should discuss with your professional tax, accounting or other advisor how such a particular investment(s) affect you and whether it is suitable. All analysis (whether in respect of tax, accounting, law or of any other nature), should be treated as illustrative only and not relied upon as accurate. Halo Investment Management LLP is authorised and regulated by the Financial Conduct Authority, No. 708780. This product may place your capital at risk; return figures quoted may not display all the short and long term prospects for the investment.