

Ox Capital Dynamic Emerging Markets Fund

ARSN 649 969 264 | APIR HOW6479AU



Monthly Report January 2022

Performance	1 Month %	3 Month %	FYTD %	1 Year %	3 Year % p.a.	5 Year % p.a.	Inception % p.a.
Fund return (net) ¹	1.9	-8.4	-9.7	-	-	-	-9.7
MSCI Emerging Market Net Return Index AUD unhedged	1.2	2.2	-0.6	-	-	-	-0.6
Excess return	0.7	-10.6	-9.1	-	-	-	-9.1

¹ Returns are calculated after fees have been deducted and assume distributions have been reinvested. No allowance is made for tax when calculating these figures. Past performance is not a reliable indicator of future performance. The inception date for the fund is 17 September 2021. **Past performance figures that are less than 12 months are for informational purposes only and are not to be relied upon when considering the likely future performance of the Fund.**
Data Source: Fidante Partners Limited, 31 January 2022.

Fund Facts	
Portfolio managers	Joseph Lai, Douglas Huey, Alan Zhang
Inception date	17 September 2021
Management fee	1.00% p.a.
Performance fee	15% of the Fund's daily return above the benchmark ³
Fund Objective	The Fund aims to provide an absolute return and capital growth over the long term and outperform its benchmark after costs over rolling five year periods.
Initial Investment	\$10,000
Minimum suggested timeframe	5 years
Buy/sell spread³	+0.25% / -0.25%
Fund FUM	\$32.3 M
Distribution Frequency	Annually

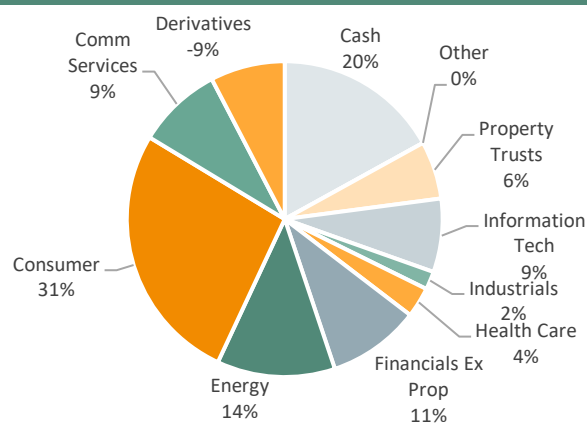
Fund Features
Concentrated: A portfolio of 30-50 high quality, undervalued, well run companies that have the potential to generate high absolute returns over the medium to long term.
Capture growth: Ox Capital's investment approach is to identify the immense positive changes taking place in Asia and other key emerging markets and to find companies that can benefit from those trends.
Macro overlay: A quantitative model provides a bird's eye view of how macro conditions impact equity markets and helps guide country and sector asset allocation.
Capital protection strategies: The Fund can use derivatives such as index futures and equity swaps to help protect the portfolio from market volatility and to obtain synthetic exposure to stocks or markets.
Experienced team: A team of experienced and passionate emerging market investors strongly aligned with clients' investment objectives.

Top 10 Positions		
Company	Sector	%
Shell International Finance BV	Energy	5.38
Tencent Holdings Ltd	Comm Services	5.07
Alibaba Group Holding Ltd	Consumer Disc	4.01
Meituan Dianping	Consumer Disc	3.35
Repsol SA	Energy	3.14
AIA Group Ltd	Financials Ex Prop	3.11
Northern Oil and Gas Inc	Energy	3.07
Telekomunikasi Indonesia Persero Tbk PT	Comm Services	3.07
Jardine Cycle & Carriage Ltd	Consumer Disc	2.98
Hang Lung Properties Ltd	Property Trusts	2.98
Total		36.18

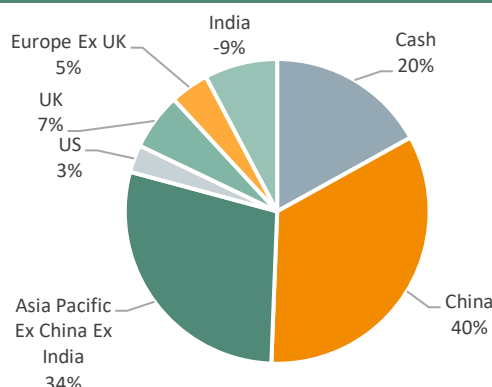
Data Source: Fidante Partners Limited, 31 January 2022.

³Daily return measured after fees, expenses, after adding back distributions paid.

Sector Exposure



Geographic Exposure



Market Commentary

Given the attractive valuations, emerging markets have shown their resilience in January and outperformed the developed markets by 3.4% in the month (MSCI Emerging Markets USD: -1.9% vs MSCI World Index USD: -5.3%).

The lofty valuation of developed markets was driven by a decade of low interest rates and culminated in pandemic-driven money printing over last 18 months. The higher broad-based inflationary pressures (higher food, energy, labour and shelter prices) in the US led to a consensus of a significant tightening of monetary policies. The reversal of the lofty valuations were to be expected, and we are likely just at the first few overs of the inning.

Meanwhile, markets where the economy had already raised rates or slowed credit creations in 2021 are showing strength. Brazil and China are the examples and their corresponding indices outperformed (Hang Seng Index delivered 1.7% and Brazil's Bovespa Index returned 7% in January). China is able to relax monetary policies while other major economies are tightening. In fact, credit creation in the Chinese economy (total social financing) has started inflecting upwards after a year of deceleration.

Fund Commentary

The fund returned 1.9% (net), compared with the return of 1.2% by MSCI Emerging Markets (AUD). Key performance contributors are the basket of oil-related companies (Shell International Finance BV, Northern Oil and Gas Inc, etc) and rate sensitive businesses such as Ping An Insurance. The key detractors continue to be less liquid ADRs such as Tencent Music and DADA Nexus. It is worthy to note that Vipshop's strength is encouraging as it echoes with our channel checks on the ground in China showing that overall consumptions are stabilising and improving in most segments such as dairy, beer, apparel and so on. We are happy to provide further on-the-ground colour upon requests.

For further information, please contact:

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