

## About Aikya

Aikya is an independent, employee-owned, investment management company that specialises in Emerging Markets equities.

## Fund Objective

The Fund aims to achieve long-term capital growth by investing in high quality companies. These companies should make a positive contribution to sustainable development within the countries in which they operate.

## Fund Information

Fund Launch Date	12/01/2022
Base Currency	AUD
Benchmark	MSCI Emerging Markets Index (AUD)
Number of Holdings	31
Strategy AUM (AUD)	\$1,786m

## Country Exposure

Country	NAV (%)
India	19.1%
China	17.0%
Taiwan	10.9%
Brazil	8.4%
Hong Kong	7.4%
South Africa	5.4%
Mexico	5.3%
South Korea	4.6%
United Kingdom	3.6%
Philippines	3.5%
Chile	3.3%
Indonesia	3.3%
Other	4.8%
Cash	3.4%

## Top Ten Holdings

Company	NAV (%)
FEMSA	5.3%
Uni-President Enterprises	5.2%
NetEase Inc	5.0%
LG Corp	4.6%
AIA	4.5%
Marico	4.2%
Natura & Co	3.8%
Dr Reddy	3.8%
Kotak Mahindra Bank	3.7%
Unilever	3.6%

Illustrative only and not a recommendation to buy or sell any security

## Sector Exposure

Sector	NAV (%)
Consumer Staples	37.7%
Financials	22.8%
Information Technology	8.8%
Consumer Discretionary	7.8%
Health Care	7.4%
Industrials	7.1%
Communication Services	5.0%
Cash	3.4%

## Performance as at 31 August 2023

Performance	1 Month	3 Month	6 Month	12 Month	Inception (p.a.) <sup>1</sup>
Fund Return (%)	-3.6%	0.7%	1.6%	4.9%	-2.1%
MSCI Emerging Market Index (%)	-2.4%	3.4%	7.9%	7.2%	-5.5%

The Aikya Emerging Markets Opportunities Fund returns are calculated using the exit prices per unit at the start and end of the relevant period in AUD, with distributions reinvested, and are net of applicable fees, costs and taxes (excluding taxes relating to individual investor circumstances). The returns also do not fully reflect the spreads incurred by investors when applying for and redeeming units in the fund. Past performance is not a reliable indicator of future performance. Returns could be reduced, or losses incurred, due to currency fluctuations. All p.a. returns are annualised. Past performance is not a reliable indicator of future performance.

<sup>1</sup>Inception is 12th January 2022.

## Enquiries

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## Strategy Commentary

Major positive contributors were Unicharm, Mahindra and Marico. All of these companies had positive earnings updates and continue to demonstrate very strong franchise quality. In terms of detractors: SEA Ltd suffered as the company is indicating tougher competition ahead from Chinese Internet majors such as Douyin and Pinduoduo. We have been reducing our position in SEA Ltd since the beginning of the year and have now entirely exited our position. Natura was weak during the month after very strong year-to-date performance. China Meidong shares were weak due to ongoing weak China macro conditions.

While Indian stocks contributed positively, China was the biggest detractor from benchmark performance. Pinduoduo was the major positive contributor to benchmark performance as the market is getting optimistic on their global growth prospects. Chinese shares such as Tencent, Alibaba and Meituan were detractors from benchmark performance. These shares were weak due to ongoing concerns on the Chinese economy.

Our purpose is to generate absolute returns with strong downside protection over the long-term. The Aikya portfolio is conservatively run; we are focused on maintaining strong discipline in terms of both quality and valuation.

## Ratings



## Disclaimer

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Link to Product Disclosure Statement: [WHT2409AU](#)

Link to Target Market Determination: [WHT2409AU](#)

For historic TMD’s please contact Pinnacle client service Phone +61 1300 010 311 or

Email [service@pinnacleinvestment.com](mailto:service@pinnacleinvestment.com)

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