

# YEOMAN 3-RIGHTS VALUE ASIA FUND

(Co. Regn: 53979 C1 GBL; Fund Business Licence: C1/04/01282; Incorporated in Jan2005)

At 31 Dec 2013

NAV/Share:

**S\$262.95**

## General Information

Fund Address:

**Cim Fund Svcs Ltd**  
33, Edith Cavell Street  
Port Louis, Mauritius

Manager:

**Yeoman Capital Management Pte Ltd**  
11 Unity Street #02-13,  
Robertson Walk,  
Singapore 237995  
(Co. Regn. 199902308Z)

Tel: +65-67373922

Fax: +65-67376780

Email: [cio@yeomancap.com](mailto:cio@yeomancap.com)

Website: [www.yeomancap.com](http://www.yeomancap.com)

Total Value of Fund:

**\$117,808,473.65**

Total Number of Shares:

**448,021.16**

Management Fee:

**1% p.a.**

Performance Fee:

**15% High Water Mark**

Sales Charge:

**2.5% of NAV** (payable to Distributor if applicable)

Manager Subscription Charge:

**S\$2,500** (one-time fixed sum payable to Manager)

Fund Subscription Charge:

**1% of NAV** (payable to Fund)

Fund Redemption Charge:

**1.5% of NAV** (payable to Fund)

Subscription Frequency:

**Monthly**

Redemption Frequency:

**Quarterly**

Investment Horizon:

**3-5 years or more**

Early Exit Charges:

In 1<sup>st</sup> Year: **7.5%**

In 2<sup>nd</sup> Year: **5.0%**

In 3<sup>rd</sup> Year: **2.5%**

(Payable to Fund)

Minimum Investment:

**S\$250,000**

Custodian:

**British and Malayan Trustees Ltd, Deutsche Bank**

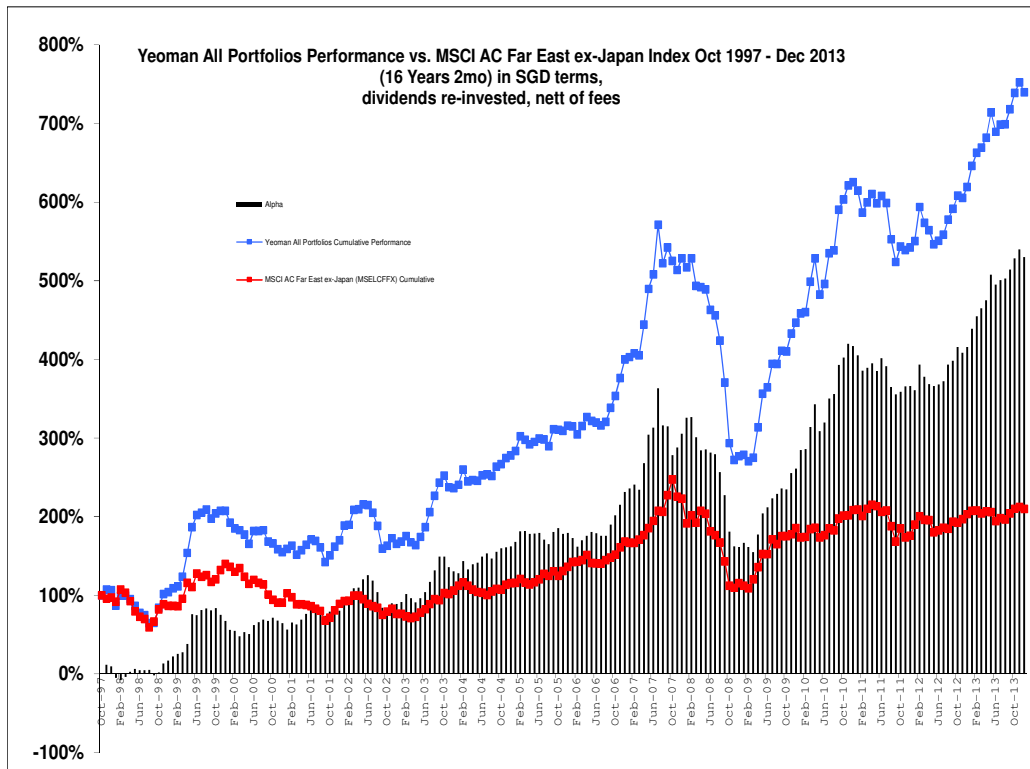
Auditor:

**KPMG**

## Yeoman All-Portfolios Performance: 16yr 2mo ending 31Dec13

Period	Yeoman-All Performance	MSCI AC FE x Japan Performance	Out/Under Performance
<b>CAGR (p.a.)</b>	<b>13.18% p.a.</b>	<b>4.69% p.a.</b>	<b>+8.49% p.a.</b>
<b>Cumulative Performance</b> From Oct97 to Dec13 (16Yr 2mo)	<b>639.57%</b>	<b>109.71%</b>	<b>+529.87%</b>
<b>Dec 2013</b>	-1.67%	-1.18%	-0.49%
<b>YTD 2013</b>	19.46%	3.23%	+16.22%
<b>Historical Performance</b>			
Jan13 to Dec13	19.46%	3.23%	+16.22%
Jan12 to Dec12	14.19%	15.49%	-1.30%
Jan11 to Dec11	-13.29%	-15.65%	+2.36%
Jan10 to Dec10	40.00%	12.50%	+27.50%
Jan09 to Dec09	61.31%	60.32%	+0.99%
Jan08 to Dec08	-47.62%	-48.16%	+0.54%
Jan07 to Dec07	32.28%	32.48%	-0.20%
Jan06 to Dec06	27.60%	23.50%	+4.10%
Jan05 to Dec05	13.60%	18.10%	-4.50%
Jan04 to Dec04	17.50%	8.80%	+8.70%
Jan03 to Dec03	42.90%	39.20%	+3.70%
Jan02 to Dec02	-2.60%	-14.50%	+11.90%
Jan01 to Dec01	9.50%	-1.60%	+11.10%
Jan00 to Dec00	-25.10%	-35.20%	+10.10%
Jan99 to Dec99	99.30%	61.40%	+37.90%
Jan98 to Dec98	-2.50%	-10.70%	+8.20%
Oct97 to Dec97	6.60%	-2.90%	+9.50%

Note: In SGD terms, nett of all fees with dividends re-invested.



Equities/Cash Allocations	Country Allocations	Portfolio Valuations (trailing)
Equities 99.86% Cash 0.14%	Hong Kong 29.81% Korea 26.76% Malaysia 25.93% Singapore 16.54% Thailand 0.82%	PE 11.93x P/B 0.61x Dividend Yield 3.86% p.a. ROE 6.95% (1 yr) 8.94% (5 yrs average) Weighted Ave Mkt Cap S\$183.76m

Complete information on the Fund and the latest updates are available from the manager Yeoman Capital Management Pte Ltd or from the Custodian. This document constitutes neither a recommendation nor an offer to buy or sell, is not a solicitation to invest in the Fund, neither does it constitute an investment contract. Please be aware that past performance is not indicative of future results.

### Performance Summary at end 2013

In Dec13 our Fund was down 1.67% as compared with the Index down 1.18%;

For the full year 2013 we are up **19.46%** as compared with the market up 3.23%;

For the very long term of 16 years 2 months to end Dec13, we are up a cumulative **639.57%** as compared with the Index rise of 109.71%. On annualized terms, we are compounding at **+13.18% p.a.** compared to the Index return of +4.69% p.a. implying **out-performance (alpha) or excess returns** by our Fund at **+8.49% p.a. nett of all fees with dividends reinvested in SGD terms.**

**By inspection of the above, huge absolute performance and significant out-performance relative to market over the medium and long time horizons is clearly seen. Over the one month time frame we are slightly behind.**

### Month-by-month performance over Year 2013

	Monthly Returns 2013	
	Yeoman	Market Index
Jan13	4.36%	2.01%
Feb13	2.57%	0.40%
Mar13	0.98%	-1.81%
Apr13	1.89%	1.08%
May13	4.70%	-0.25%
Jun13	-3.43%	-5.69%
Jul13	1.35%	1.98%
Aug13	0.07%	-0.81%
Sep13	2.69%	3.81%
Oct13	2.91%	3.02%
Nov13	1.80%	0.99%
Dec13	-1.67%	-1.18%

From the above you will note that we had **10 up months and 2 down months** in the past year. The Index was up 7 months and down 5 months.

**Year-by-year performance over the 17 calendar years to end Dec13**

	Yearly Returns 1997 to 2013	
	Yeoman	Market Index
Jan13 to Dec13	19.46%	3.23%
Jan12 to Dec12	14.19%	15.49%
Jan11 to Dec11	-13.29%	-15.65%
Jan10 to Dec10	40.00%	12.50%
Jan09 to Dec09	61.31%	60.32%
Jan08 to Dec08	-47.62%	-48.16%
Jan07 to Dec07	32.28%	32.48%
Jan06 to Dec06	27.60%	23.50%
Jan05 to Dec05	13.60%	18.10%
Jan04 to Dec04	17.50%	8.80%
Jan03 to Dec03	42.90%	39.20%
Jan02 to Dec02	-2.60%	-14.50%
Jan01 to Dec01	9.50%	-1.60%
Jan00 to Dec00	-25.10%	-35.20%
Jan99 to Dec99	99.30%	61.40%
Jan98 to Dec98	-2.50%	-10.70%
Oct97 to Dec97	6.60%	-2.90%

By inspection (this is the same table as found on page 1 of this newsletter) you will see that we had **12 up and 5 down years**. In comparison, the Index had 10 up and 7 down years.

Up and down movements aside, the net outcome is as shown on the top of pages 1 and 2 of this report. **\$250,000 invested with us in 1997 would be \$1,850,000 today** nett of all fees in SGD terms.

## Prospects for our Fund going forward

Our historical performance seems to suggest that we are competent and know what we are doing. We acknowledge that all that is historical and therefore in the past. What about the future?

In a Barclays report that was published in the Business Times of 08Jan14, we note that the market valuation ratios for the MSCI Pacific ex Japan now are:

Current PE (12 month forward) is **14.4x** with 10 year average 13.8x

Current P/B (12 month forward) is **1.6x** as compared with the 10 year average of 1.8x

On the bottom RH corner of page 1 of this newsletter you will note that our own 12 month trailing PE is **11.93x** and trailing P/B is **0.61x**.

Comparing our own numbers with that of the market and applying simple arithmetic, we reason that **when and if** our Fund valuation catches up with the current market on PE or P/B basis we would be up further from where we are now.

It's hard to imagine this future so the non-believer will lose interest and just go punt elsewhere (fine by us). For us, with 16+ years of experience under our belt, it is never a question of "if" and only a matter of "when".

For this Year 2014 and for all the foreseeable years after that, we shall stay the course.

With best regards

Seng Chong YEO  
Executive Chairman and Chief Investment Officer