

Yeoman 3-Rights Value ASIA Fund

(Incorporated in Mauritius in Jan2005; Co. Regn: 53979 C1/GBL; Fund Business Licence: C104001282)

At 29 Mar 2019

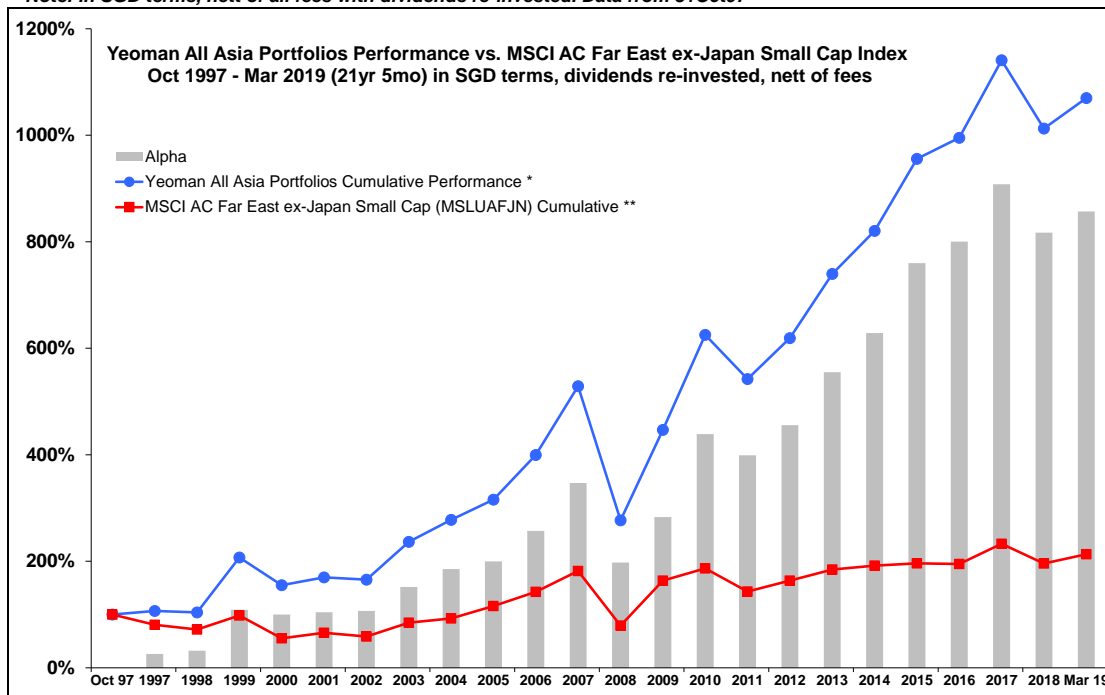
NAV/Share:

S\$380.36

Yeoman All Asia Portfolios Performance: 21yr 5mo ending 29Mar19

Period	Yeoman All Asia Performance	MSCI FExJ Small-Cap Performance	Out/Under Performance
CAGR (p.a.)	11.70% p.a.	3.60% p.a.	+8.10% p.a.
Cumulative Performance From Oct97 to Mar19 (21yr 5mo)	969.80%	113.09%	+856.71%
Mar 2019	0.61%	0.34%	+0.27%
YTD 2019	5.65%	8.89%	-3.24%
Historical Performance			
Jan18 to Dec18	-11.24%	-15.91%	+4.67%
Jan17 to Dec17	14.64%	19.50%	-4.86%
Jan16 to Dec16	4.10%	-0.64%	+4.74%
Jan15 to Dec15	16.51%	2.22%	+14.29%
Jan14 to Dec14	10.92%	3.98%	+6.94%
Jan13 to Dec13	19.46%	12.69%	+6.77%
Jan12 to Dec12	14.19%	14.26%	-0.07%
Jan11 to Dec11	-13.29%	-23.24%	+9.95%
Jan10 to Dec10	40.00%	14.11%	+25.89%
Jan09 to Dec09	61.31%	106.34%	-45.03%
Jan08 to Dec08	-47.62%	-56.37%	+8.75%
Jan07 to Dec07	32.28%	27.41%	+4.87%
Jan06 to Dec06	26.59%	22.95%	+3.64%
Jan05 to Dec05	13.65%	25.28%	-11.63%
Jan04 to Dec04	17.46%	9.16%	+8.30%
Jan03 to Dec03	42.87%	44.27%	-1.40%
Jan02 to Dec02	-2.57%	-10.37%	+7.80%
Jan01 to Dec01	9.53%	18.70%	-9.17%
Jan00 to Dec00	-25.14%	-43.76%	+18.62%
Jan99 to Dec99	99.32%	36.65%	+62.67%
Jan98 to Dec98	-2.49%	-10.79%	+8.30%
Oct97 to Dec97	6.60%	-19.42%	+26.02%

Note: In SGD terms, nett of all fees with dividends re-invested. Data from 31Oct97



* Performance from 19 January 2005 fund inception onwards refers to Yeoman 3-Rights Value Asia Fund. Performance prior to 19 January 2005 refers to 17 segregated accounts reported on a composite basis (comparable investment objective).

** The benchmark index was changed to MSCI AC Far East ex-Japan Small-cap Index (MSLUAFJN), in SGD terms, on 1 January 2019.

Equities/Cash Allocations	Country Allocations	Portfolio Valuations (trailing)
Equities 98.71% Cash & current assets 1.29%	Hong Kong 38.54% Korea 18.09% Malaysia 20.63% Singapore 21.45%	PE 10.55x P/B 0.47x Dividend Yield 5.36% p.a. ROE 5.06% (1 yr) 5.61% (5 yrs average) Weighted Ave Mkt Cap S\$227.93m

General Information

Fund Address:
c/o IQ EQ Fund Services
(Mauritius) 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
Website: www.yeomancap.com

Total Value of Fund:
S\$178,353,584.09

Total Number of Shares:
468,902.578

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 1st Year: **7.5%**
In 2nd Year: **5.0%**
In 3rd Year: **2.5%**
(Payable to Fund)

Minimum Initial Investment:
S\$250,000

Minimum Top-up Subscription:
S\$50,000

Custodian:
Portcullis Trust (Singapore) Ltd, Deutsche Bank

Auditor:
Nexia, Baker and Arenson, Mauritius

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 March (1Q) 2019

In Mar19 our Fund was up **0.61%** as compared with the Index up **0.34%**;

For the YTD, we are up **5.65%** as compared with the market up **8.89%**;

For the very long term of 21 years 5 months to end Mar19, we are up a cumulative **969.80%** as compared with the Index rise of **113.09%**. On annualized terms, we are compounding at **+11.70% p.a.** compared to the Index return of **+3.60% p.a.** implying **out-performance** or excess returns by our Fund at **+8.10% p.a. nett of all fees with dividends reinvested in SGD terms.**

By inspection of the above, absolute performance and significant out-performance relative to market indices over the long time horizon may be clearly seen. Over the one month period, we are ahead of the market and over the three months YTD, we are behind the market.

Time window performance review at end 1Q19

In addition to the figures presented above, if you refer to the table on page 1 of this report and count the (+) and (-) figures line by line you will realize that over the past 23 time windows (the Jan-Dec full 12 month years as well as part years) you will note the following:

Referring to the 2nd column from the left of the table,

Number of periods with absolute gains = 17

Number of periods registering losses = 6

Referring to the 1st column from the right of the table,

Number of periods showing out-performance relative to market = 16

Number of periods showing under-performance relative to market = 7

From the above you will understand that:

On absolute basis, 17/23 of the periods we were up and 6/23 down;

On relative to market basis, 16/23 of the time we out-performed and 7/23 we under-performed.

No matter what, over the long term we are up big time!

In a world that is chaotic, random, erratic, unpredictable, volatile and full of discontinuities and minefields, please consider how the above stochastic outcomes speak to you.

Process and People Review at end 1Q19

In a few weeks' time, on 3rd May 2019 manager Yeoman Capital Management will turn 20 years old.

I think that it is meaningful to know that over the 2 decades we have only had **one Asia fund** since 1999 and **one Japan fund** since 2011 and these represent the track record of our entire professional life. There are no other funds that were dabbled in and then folded and swept under the carpet out of sight when they blew up (Oops, as some people like to say). Oops is not our way of doing things, we take our responsibilities seriously.

Furthermore, we have only applied **one investment process**, a value methodology applying fundamental analysis from Day 1 till now. The **investment management team has been stable** with the same chief investment officer (me) and orderly changes with the investment team. Today's analysts and investment personnel are our second or third generation staff. Considering the 20 year period, 2-3x staff turnover cannot be said to be high. In a world where people zig and zag every other day chasing whatever is flavor of that day, we are focused and stick to our knitting with calm dedication and conviction.

Considering all of the above, I think that our motto which has been since 1999 "Performance backed by Principles, Process and People" is well justified and not an empty boast.

Looking ahead

As we start 2Q19 please allow me to say what I have always said, that I believe that our clients and shareholders will be better off over the future as compared with today.

Is this just my personal foggy sentiment or is there an objective and rational anchor to support this view? Well, please consider this:

At end 1Q19 our NAV per share was \$380.36 with portfolio valuation ratios **PB 0.47x and ROE 5.06% and 5.61%** for the trailing 1 and 5 year windows (see bottom RH corner of page 1 of this newsletter).

Ten years ago (which might appear to some to be light years away) at end 2Q08 our portfolio **PB was 0.85x** with slightly higher **ROE of 9-11%** (see slide 23 of Fund presentation http://yeomancapitalmanagement.com/wp-content/uploads/2019/01/Yeoman3-Asia-Fund-Presentation-2018_12.pdf)

So I ask hypothetically, what if the market woke up one day and decided that our current portfolio should not be valued at PB 0.47x but should be re-priced at 0.85x instead? What would that do to our Fund NAV?

Answer: It would be a lot higher than where it is today i.e. > \$380.36 per share.

But can that happen? Will it happen? Or has the world changed so much so that a PB ratio of 0.85x for a portfolio of stocks generating a mid/high single-digit ROE will never ever be seen again?

To my own mind, as the macro economies wax and wane and as management of companies that we own plan their own business strategies and execute them, single digit ROEs will become double digit and so on. Also market sentiment can change in a jiffy; a PB of 0.47x will become a distant memory as the champagne corks pop, people dance in the streets and they beg us to sell them the stocks that we own at any price we name (and we will graciously oblige).

As founding director and CIO of Yeoman Capital Management, having done this in a focused and hands on manner for >20 years, my own answer to the above hypothetical question (which I posed to myself) is in the affirmative.

Yours sincerely

Seng Chong YEO
Chief Investment Officer