

# FIDELITY ASIAN VALUES PLC

31 MAY 2014

## Investment Objective

Fidelity Asian Values PLC aims to produce long-term capital growth through investment in an actively managed portfolio of equities primarily in the South East Asian region (excluding Japan). The portfolio manager uses a bottom-up investment approach in the stock selection and portfolio construction process.

## Investment Trust Facts

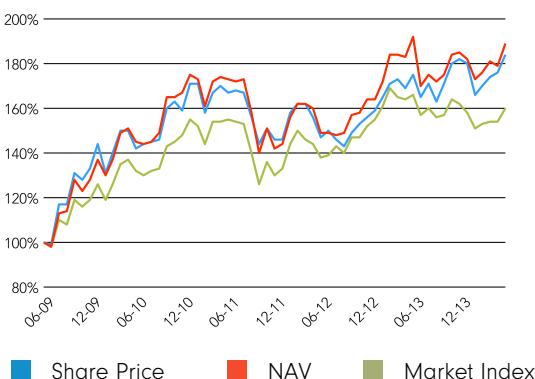
Launch date:	13.06.96
Portfolio manager:	John Lo
Appointed to trust:	01.09.01
Years at Fidelity:	21
Total Net Assets (TNA):	£ 167m
Ordinary shares in Issue:	67,488,213
Share price:	219p
NAV:	246.75p
Discount:	11.25%
Gearing:	7.94%

## Performance Comparator

Market Index: MSCI AC Far East ex Japan (N)

The same index is used in the positioning tables on this factsheet. Past performance is not a reliable indicator of future results. The value of investments can go down as well as up and you may get back less than you invested.

## Cumulative performance in GBP (%)



Performance is shown for the last five years (or since launch for funds launched within that period).

## Performance to 31.05.14 in GBP (%)

	1m	3m	YTD	1yr	3yr	5yr	Since 13.06.96*
Share Price Cumulative Growth	4.6	8.1	2.3	5.1	10.0	84.1	144.4
NAV Cumulative Growth	5.8	7.5	3.6	-1.4	8.9	88.9	167.6
Index Cumulative Growth	4.2	4.7	1.6	-3.6	3.4	60.2	77.1
Share Price Annualised Growth	-	-	-	-	3.2	13.0	5.1
NAV Annualised Growth	-	-	-	-1.4	2.9	13.6	5.6
Index Annualised Growth	-	-	-	-3.6	1.1	9.9	3.2

Basis: bid-bid with net income reinvested, in GBP, net of fees.

Market indices are sourced from RIMES and other data is sourced from third-party providers such as Morningstar.

\*Performance commencement date.

## Key Risks

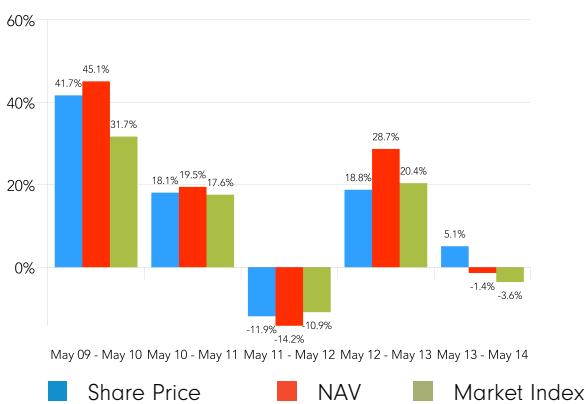
The value of investments can go down as well as up and you may not get back the amount invested. Overseas investments may be more volatile than established markets. The shares in the investment trust are listed on the London Stock Exchange and their price is affected by supply and demand. The investment trust can gain additional exposure to the market, known as gearing, potentially increasing volatility.

## Portfolio Manager Commentary

I favour companies whose management have proven track records of managing through extreme cycles. I focus on companies with entrenched market positions where strength is exhibited in the ability to grow market share while maintaining pricing power. These companies are likely to emerge stronger after any downturn. I pay particular attention to balance sheet strength and tend to hold companies that have low leverage. I acknowledge top-down factors to portfolio construction, however stocks need to fit criteria and the focus remains a bottom-up approach. Understanding a company in isolation is insufficient; I also consider the long term trends in an industry, which can deliver a tangible investment advantage. The Fund typically holds 30-70 stocks and is fairly concentrated. I control risk by diversifying the portfolio investing across the Asian region, avoiding companies without sustainable growth models, weak management and corporate governance.

Signs of synchronised improvement in the key economies of the US, Europe and Japan bodes well for Asian exporters, particularly in Korea and Taiwan. Corporate fundamentals remain strong, many companies have built strong brands and are gaining global market share. The pace of corporate earnings growth in the Asia Pacific ex-Japan compares favourably with other regions, and is likely to accelerate through 2014. Current valuations in Asia look attractive and many countries are trading significantly below their long term historical average.

## Performance for 12 month periods in GBP (%)



# FIDELITY ASIAN VALUES PLC

31 MAY 2014

## Equity Exposure % Total Net Assets (% TNA)

	Exposure (% TNA)
Gross Asset Exposure	107.9
Net Equity	107.9
Other	0.0
Uninvested Cash	0.0

Notes on Portfolio Construction and a description of how data is calculated and presented are on page 3. Definitions of the terms used in the Equity Exposure table are in the Glossary.

## Sector/Industry Exposure (% TNA)

GICS Sector	Net	Index	Relative
Consumer Discretionary	29.8	10.2	19.6
Information Technology	26.8	21.8	4.9
Financials	18.7	32.1	-13.4
Industrials	9.3	9.1	0.2
Consumer Staples	8.4	4.9	3.4
Materials	5.4	5.4	0.0
Utilities	4.8	4.0	0.8
Telecommunication Services	3.3	6.4	-3.2
Health Care	1.6	0.9	0.8
Energy	0.0	5.2	-5.2
<b>Total Sector Exposure</b>	<b>107.9</b>	<b>100.0</b>	
Other Index / Unclassified	0.0	0.0	
<b>Total Equity Exposure</b>	<b>107.9</b>	<b>100.0</b>	

## Top Net Long Positions (% TNA)

	GICS Sector
SAMSUNG ELECTRONICS CO	Information Technology
TAIWAN SEMICONDUCTR MFG	Information Technology
SARINE TECHNOLOGIES LTD	Industrials
TENCENT HLDGS LTD	Information Technology
PING AN INS GROUP CO CHINA	Financials
AIA GROUP LTD	Financials
TECHTRONIC INDUSTRIES CO	Consumer Discretionary
CHINA MOBILE LTD	Telecommunication Services
HOTEL SHILLA LTD	Consumer Discretionary
AMOREPACIFIC CORP	Consumer Staples

## Top Overweight Positions (% TNA)

	Net	Index	Relative
SARINE TECHNOLOGIES LTD	4.8	0.0	4.8
PING AN INS GROUP CO CHINA	4.1	0.5	3.5
TECHTRONIC INDUSTRIES CO LTD	3.5	0.0	3.5
HOTEL SHILLA LTD	2.8	0.0	2.8
AMOREPACIFIC CORP	2.7	0.2	2.6
NINE DRAGONS PAPER HLDGS	2.6	0.0	2.6
HANA TOUR SERVICE INC	2.4	0.0	2.4
WHARF HOLDINGS LTD	2.6	0.4	2.2
SAMSONITE INTERNATIONAL SA	2.2	0.0	2.2
TENCENT HLDGS LTD	4.8	2.6	2.2

## Net Long Positions Concentration (% TNA)

	Fund	Index
Top 10	42.0	24.5
Top 20	64.6	33.4
Top 50	104.1	49.4

## Market Capitalisation Exposure (% TNA)

	Net	Index	Relative
GBP			
>10bn	42.2	56.4	-14.2
5-10bn	4.1	17.2	-13.2
1-5bn	32.8	25.1	7.7
0-1bn	25.6	1.1	24.4
<b>Total Market Cap Exposure</b>	<b>104.7</b>	<b>99.9</b>	
Other Index / Unclassified	3.3	0.1	
<b>Total Equity Exposure</b>	<b>107.9</b>	<b>100.0</b>	

## Country Exposure (% TNA)

	Net	Index	Relative
Korea (South)	31.2	22.6	8.6
China	27.2	26.2	1.1
Hong Kong	19.4	13.8	5.6
India	8.8	0.0	8.8
Taiwan	7.9	16.9	-9.1
Singapore	6.4	7.2	-0.8
Australia	4.9	0.0	4.9
Malaysia	1.2	5.4	-4.2
USA	0.8	0.0	0.8
Grand Cayman (UK Overseas)	0.3	0.0	0.3
Other Countries	0.0	8.0	-8.0
<b>Total Country Exposure</b>	<b>107.9</b>	<b>100.0</b>	
Other Index / Unclassified	0.0	0.0	
<b>Total Equity Exposure</b>	<b>107.9</b>	<b>100.0</b>	

	Country	Net	Index	Relative
Korea (South)		7.10	6.40	0.70
Taiwan		5.40	3.50	1.90
Singapore		4.80	0.00	4.80
China		4.80	2.60	2.20
China		4.10	0.50	3.50
Hong Kong		3.70	2.20	1.50
Hong Kong		3.50	0.00	3.50
China		3.30	2.10	1.10
Korea (South)		2.80	0.00	2.80
Korea (South)		2.70	0.20	2.60

## Top Underweight Positions (% TNA)

	Net	Index	Relative
CHINA CONSTR BK CORP	0.0	1.9	-1.9
INDUSTRIAL & COML BK CHINA	0.0	1.7	-1.7
HYUNDAI MOTOR CO	0.0	1.5	-1.5
BANK CHINA LTD	0.0	1.3	-1.3
HON HAI PRECISION IND CO LTD	0.0	1.2	-1.2
CNOOC LTD	0.0	1.1	-1.1
HUTCHISON WHAMPOA LTD	0.0	1.0	-1.0
PETROCHINA CO LTD	0.0	0.9	-0.9
SINGAPORE TELECOM LTD	0.0	0.9	-0.9
CHINA PETROLEUM & CHEM CORP	0.0	0.8	-0.8

# FIDELITY ASIAN VALUES PLC

31 MAY 2014

## Approach and Style

Fidelity Asian Values PLC focuses on companies where there is good quality information available about corporate strategy, management capability and business risks. The portfolio manager employs a fundamental bottom-up approach based upon independent proprietary research with active country and sector allocation being a result of stock selection. Notably, companies with entrenched market positions are favoured, where strength and management quality of the company are exhibited in the ability to grow market share while maintaining pricing power.

These details make fundamental analysis more effective and allow the fund manager to identify undervalued companies with:

- strong finances
- excellent management
- potential for long-term earnings growth

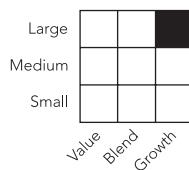
## Administrative & Dealing Information

Reference currency:	UK Sterling (GBP)
Company domicile:	United Kingdom
Company legal structure:	Investment trust
Capital guarantee:	No
ISIN:	GB0003322319
SEDOL:	0332231
Bloomberg:	FAS LN
Distribution frequency:	Annual
Charges made to income or capital:	Income
Ongoing Charges Figure (OCF) per year:	1.55% (31.07.13)
OCF takes into account annual management charge:	1.00% (Net)

## Independent Assessment

Information in this section is the latest available at date of publication. Further details can be found in the Glossary section of this factsheet. As some ratings agencies may use past performance to produce their assessments, these are not a reliable indicator of future results.

### Morningstar Style Box ®



## Portfolio Construction – Explained

This factsheet contains information about the composition of the fund at a particular point in time. It aims to help you understand how the fund manager is positioned to achieve the fund's objectives.

The Equity Exposure table provides an overall view of the fund. Net Equity represents - in percentage terms - how much of the fund is invested in the market, netting off long and short positions. The higher the figure, the more the fund will take part in any market rises (or falls). It is important to note that Net Equity can be greater than 100% (for example if the manager is using derivative contracts).

The exposure and positioning tables on page 2 break the fund down into a number of different views, each providing a different perspective on the fund's investments.

## How data is calculated and presented

Portfolio composition data has been calculated and presented according to several general principles, which are listed below.

- **Aggregation:** all investments, including derivatives, linked to a particular issuing company have been combined to form a total percentage holding for each company. The aggregate holding is referred to in this factsheet as a position. Where a company is listed in two separate countries, each listing may be classified as a separate issuing company.
- **Categorisation:** for aggregated investments we use the underlying attributes of the issuing company or common share to determine the appropriate sector, market capitalisation band and geographic area.
- **Derivatives:** all derivatives are included on an exposure basis and, where necessary, are delta-adjusted. Delta-adjusting expresses derivatives in terms of the equivalent number of shares that would be needed to generate the same return.
- **"Basket" securities:** securities that represent a number of company shares – like index futures or options – are allocated to categories (such as country) whenever possible. Otherwise they are included in the "Other Index / Unclassified" category.

## Glossary / Additional Notes

### Equity Exposure notes

#### GROSS ASSET EXPOSURE

Gross Assets Exposure expresses the value of the portfolio to which the Company is exposed, whether through direct or indirect investment (including the economic value of the exposure in the underlying asset of the derivatives, but excluding forward currency contracts).

#### NET EQUITY

The net positive exposure to the market with short and hedge positions subtracted from long positions.

**Glossary / Additional Notes****OTHER**

The value of any non-equity investments (excluding cash funds) expressed as a percentage of fund TNA.

**UNINVESTED CASH**

This is 100% minus the fund's Net Equity exposure and minus Other. This leaves any residual cash exposure that is not invested in shares or via derivatives.

**Investment Trust Facts****NAV**

The total value of a company's assets less the total value of its liabilities is its net asset value (NAV). For valuation purposes it is common to divide net assets by the number of shares in issue to give the net assets per share. NAV calculations can include or exclude current financial year income. For the purposes of this factsheet, they are valued with assets including income and costs and with debt valued at the market.

**DISCOUNT**

If the share price of an investment company is lower than the net asset value (NAV) per share, the company is said to be trading at a discount. The discount is shown as a percentage of the NAV.

**GEARING**

Gearing is a figure representing any additional exposure to investments (borrowing), in excess of shareholders' funds, achieved using bank loans, bank overdrafts or Contracts for Difference (CFDs) to increase its exposure to stocks. The figure expressed is the company's Gross Asset Exposure in excess of its Net Assets.

**FAIR VALUE**

The fair value of the listed investments is measured at bid prices or last prices quoted, depending on the convention of the exchange on which they are listed. Where permitted, unlisted investments, where there is not an active market, are valued using an appropriate valuation technique so as to establish what the transaction price would have been and derivative instruments are valued at the quoted trade price for the contract.

**General notes****TOTAL NET ASSETS (TNA)**

The Company's total assets minus its total liabilities - also known as Shareholders' Funds. It represents the amount by which a company is financed through common and preferred shares.

**INDEX**

The index used in the positioning tables on page 2 is the index defined in the Performance Comparator section on page 1.

**TOP NET LONG POSITIONS**

Those companies in which the largest percentages of the fund's total net assets are effectively invested. Positions in other funds - including ETFs (Exchange Traded Funds) - can appear in this table, but index derivatives form part of an "Other Index / Unclassified" category which will not appear.

**TOP OVERWEIGHT & UNDERWEIGHT POSITIONS**

Those positions which have the largest active weight relative to the index. Positions in other funds - including ETFs (Exchange Traded Funds) - can appear in this table, but index derivatives form part of an "Other Index / Unclassified" category which will not appear. In the underweight table, any short position names have been withheld in line with Fidelity's disclosure policy.

**NET LONG POSITIONS CONCENTRATION**

Illustrates the weight of the top 10, 20 and 50 positions in the fund and the weight of the top 10, 20 and 50 positions in the index. It does not attempt to show the coincidence of security ownership between fund and index. The sector/industry classification used (ie GICS, ICB, TOPIX and IPD) varies by fund. Full descriptions of GICS, ICB, TOPIX and IPD can be found in the glossary.

---

## Glossary / Additional Notes

---

### ONGOING CHARGES

The ongoing charges figure represents the charges taken from the fund over a year. It is calculated at the fund's financial year end and may vary from year to year. For new funds, the ongoing charges figure is estimated until the fund's financial year end.

The types of charges included in the ongoing charges figure are management fees, administration fees, custodian and depositary fees and transaction charges, shareholder reporting costs, regulatory registration fees, Directors fees (where applicable) and bank charges.

It excludes: performance fees (where applicable); portfolio transaction costs, except in the case of an entry/exit charge paid by the fund when buying or selling units in another collective investment undertaking.

For more information about charges (including details of the fund's financial year end), please consult the charges section in the most recent Annual Report.

### SECTOR INDUSTRY CLASSIFICATION

**GICS:** Global Industry Classification Standard (GICS) was developed by Standard & Poor's and MSCI Barra. GICS consists of 10 sectors, 24 industry groups, 68 industries and 154 sub-industries. More information is available at <http://www.standardandpoors.com/indices/gics/en/us>

**ICB:** The Industry Classification Benchmark (ICB) is an industry classification developed by Dow Jones and FTSE. It is used to segregate markets into sectors within the macroeconomy. The ICB uses a system of 10 industries, partitioned into 20 supersectors, which are further divided into 41 sectors, which then contain 114 subsectors. More information is available at <http://www.icbenchmark.com/>

---

## Legal Information

- FIL Limited and its respective subsidiaries form the global investment management organisation that is commonly referred to as Fidelity/Fidelity Worldwide Investment.
- Fidelity only offers information on its own products and services and does not provide investment advice based on individual circumstances.
- This communication is not directed at, and must not be acted upon by persons inside the United States and is otherwise only directed at persons residing in jurisdictions where the relevant funds are authorised for distribution or where no such authorisation is required.
- Unless otherwise stated, all views are those of Fidelity.
- Reference in this document to specific securities or funds should not be construed as a recommendation to buy or sell them, but is included for the purposes of illustration only. Investors should also note that the views expressed may no longer be current and may have already been acted upon by Fidelity. The research and analysis used in this documentation is gathered by Fidelity for its use as an investment manager and may have already been acted upon for its own purposes.
- Fidelity, Fidelity Worldwide Investment, the Fidelity Worldwide Investment logo and F symbol are trademarks of FIL Limited.

This fund is managed by FIL Investments International.

Morningstar annualised growth rates, total return, sector median performance and ranks - Data Source - © 2014 Morningstar, Inc. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

Before investing you should read the latest Annual Report and Key Features Document, which are available from [www.fidelity.co.uk/its](http://www.fidelity.co.uk/its).

Issued by FIL Investments International, a firm authorised and regulated in the UK by the Financial Conduct Authority. FIL Investments International is registered in England and Wales under the company number 1448245. The registered office of the company is Oakhill House, 130 Tonbridge Road, Hildenborough, Tonbridge, Kent TN11 9DZ, United Kingdom.

CSO6501-0715