



# PARVEST EQUITY RUSSIA OPPORTUNITIES - (Privilege)

## RISK AND REWARD INDICATOR

lower risk → higher risk  
 typically lower rewards → typically higher rewards

1	2	3	4	5	6	7
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The higher the risk, the longer the recommended investment horizon

## CODES

	Capi. code
ISIN	LU0265313816
BLOOMBERG	PRUSSPC LX
WKN	A0NCZU
CUSIP	L7574E602

## KEY FIGURES - USD

NAV (Capi.)	550.75
12M NAV max. Capi. (09/07/14)	724.45
12M NAV min. Capi. (16/12/14)	350.23
Total net assets (mln)	122.84

## CHARACTERISTICS

Benchmark	MSCI Russia 10/40 (NR)
Nationality	Luxembourg
Legal form	Sub-fund of SICAV with European passport
Launch date	20 February 2008
Base currency (of share class)	U.S. Dollar
Fund Manager	Dan FREDRIKSON
Management Company	BNP PARIBAS INVESTMENT PARTNERS LUXEMBOURG
Delegated Investment Manager	ALFRED BERG KAPITALFORVALTNING AB
External financial administrator	BNP PARIBAS INVESTMENT PARTNERS UK LTD
Custodian	BNP PARIBAS SECURITIES SERVICES (Luxembourg)
Max. Entrance Fees	3%
Exit fees	0%
Max. Switch Commission	1.50%
Ongoing Charges at 30/11/2014	1.38%
Maximum Management fees (annual)	0.90%
Periodicity of NAV Calculation	Daily
Dealing deadline	Day D before 4pm (Luxembourg time)
Settlement and delivery	Account credited/debited D+3
Execution/Type of course	Unknown NAV



## KEY POINTS

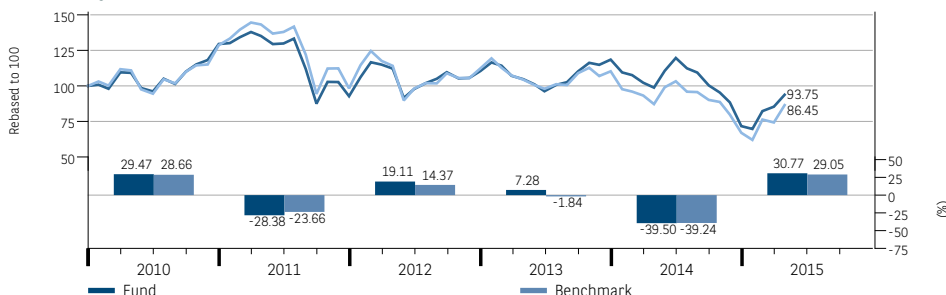
- An opportunity to invest in a top-10 world economy, in terms of GDP size, where the underlying drivers for growth are quite different from those in other emerging markets.
- A two track strategy following two track economy of Russia.
- An experienced investment team based in St Petersburg, Russia covering the entire market of investable stocks.

## INVESTMENT OBJECTIVE

The Fund seeks to increase the value of its assets over the medium term by investing in shares issued by Russian companies, and/or companies operating in this country. It is actively managed and as such may invest in securities that are not included in the index which is MSCI Russia 10/40 (NR).

## CUMULATIVE AND ANNUAL PERFORMANCE (USD) (Net)

Over 5 years



Past performance or achievement is not indicative of current or future performance. Source of Performance Calculation: BNP Paribas Securities Services.

## PERFORMANCES AS OF 30/04/2015 (USD) (Net)

Cumulative (%)	Fund	Benchmark
1 month	9.82	16.42
3 months	34.53	39.44
Year to date	30.77	29.05
April 2014 - April 2015	- 5.10	- 0.84
April 2013 - April 2014	- 5.64	- 16.45
April 2012 - April 2013	- 6.68	- 8.54
April 2011 - April 2012	- 16.97	- 20.32
April 2010 - April 2011	23.75	29.12
Annualised (%) (base 365 days)		
1 year	- 5.10	- 0.84
3 years	- 5.81	- 8.84
5 years	- 3.00	- 4.86
Since First NAV (21/02/2008)	- 5.08	- 6.54

Past performance or achievement is not indicative of current or future performance. Source of Performance Calculation: BNP Paribas Securities Services.

Figures are shown to the most recent calendar quarter end. Performance is net of fees with income reinvested. Past performance is not a guide to future performance. The value of your investments and the income from them can go down as well as up and investors may not get back the amounts originally invested. Changes in rates of exchange between currencies may cause your income to go down or up.

\*All data and performance are as of that date, unless otherwise stated.



## MANAGEMENT COMMENT as of 31/03/2015

During the first quarter of 2015 the Russian equity market rose mainly on the back of the ruble appreciation. The fund outperformed its benchmark in the first quarter with the largest source of positive contribution being the positioning in high dividend yielding exporters such as preferred shares of Surgutneftegas. We expect high volatility on the Russian equity market in the near term mainly due to unresolved issues in the oil market which needs more time for the supply and demand to find a new balance. Nevertheless, some support for the Russian equities could arise on the back of the double digit free cash flow yield of the Russian market and expected positive effect of ongoing Central Bank rates' cuts. In accordance with our cautious views, a significant position in stocks of exporters is preferable. In the current volatile environment stocks of exporters are less exposed to a contraction in local consumer spending and ruble risks. Such positioning allows for attractive dividend payouts, with dividend yields reaching double digits for some names. Additionally, an underweight in banks remains strongly advisable, as the combination of financial sanctions, and the economic downturn led to a challenging situation within the sector.

## RISK ANALYSIS

	Fund	Bench.
Volatility (%)	25.83	29.43
Tracking error (%)	10.08	-
Information ratio	0.30	-
Sharpe ratio	-0.24	-0.31
Alpha (%)	1.50	-
Beta	0.83	-
R <sup>2</sup>	0.89	-
Period: 3 years. Frequency: monthly		

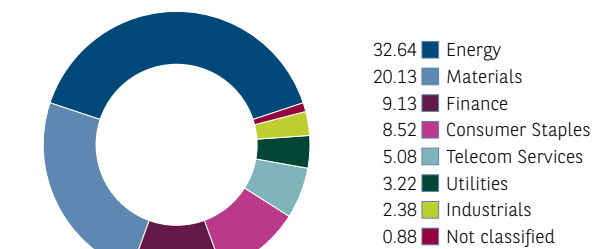
## PORTFOLIO'S MAIN HOLDINGS

Asset name	%
SURGUTNEFTEGAZ	7.26
LUKOIL OAO	5.73
SBERBANK	4.81
NORILSK NICKEL MMC (USD)	4.60
TATNEFTPFUSD	3.95
MAGNIT SHS	3.88
ALROSA AO	3.24
OGK-4 (RUB)	3.02
SEVERSTAL	3.01
MOBILE TELESYSTEMS OJSC	2.84

Number of holdings in the portfolio: 44

Source of data: BNP Paribas Securities Services

## BREAKDOWN BY SECTOR (%)



Total exposure: 81.97 %

Source of data: BNP Paribas Securities Services

## MAIN ACTIVE POSITIONS COMPARED TO BENCHMARK

Stocks	Overweighted	Stocks	Underweighted
Surgutneftegaz	6.70%	Magnit Ojsc - Spon Gdr Regs	-8.61%
Tatneftpfusd	4.82%	Gazprom (usd)	-6.29%
Magnit Shs	4.74%	Novatek Gdr (usd)	-4.57%
Ogk-4 (rub)	3.68%	Tatneft	-4.35%
Mobile Telesystems Ojsc	3.47%	Uralkaliy Gdr	-4.28%
Volga Gas Plc	3.42%	Megafon-gdr-wi	-4.25%
Novatek Oao	3.13%	Rushydro (rub)	-4.14%
Novolipetsk Iron Gdr Spons.	3.02%	Vtb Bank	-4.04%
Kcell Jsc - Reg S - W/i	2.73%	Mobile Telesystems Adr	-3.84%
Luxoft Holding Inc	2.68%	Rostelecom Spons.adr	-3.82%

Source of data: BNP Paribas Securities Services

## SECTOR EXPOSURE

	of the portfolio	compared with the index
Energy	39.75%	-0.48
Materials	24.52%	7.49
Finance	11.12%	-6.17
Consumer Staples	10.37%	1.76
Telecom Services	6.19%	-6.52
Utilities	3.92%	-0.21
Industrials	2.89%	2.89
Not classified	1.07%	1.07

Source of data: BNP Paribas Securities Services