



PARVEST EQUITY SOUTH KOREA - (I)

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	LU0225845709
BLOOMBERG	PARSKIC LX
WKN	AONE82
CUSIP	L7574E651

KEY FIGURES - USD

NAV (Capi.)	91.18
12M NAV max. Capi. (22/05/14)	103,490.54
12M NAV min. Capi. (13/03/15)	81.96
Total net assets (mln)	15.42

CHARACTERISTICS

Benchmark	Kospi Composite (PI)
Nationality	Luxembourg
Legal form	Sub-fund of SICAV with European passport
Launch date	31 March 2008
Base currency (of share class)	U.S. Dollar
Fund Manager	Jeong Jae IM
Management Company	BNP PARIBAS INVESTMENT PARTNERS LUXEMBOURG
Delegated Investment Manager	SHINHAN BNP PARIBAS ASSET MANAGEMENT co., LTD
Custodian	BNP PARIBAS SECURITIES SERVICES (Luxembourg)
Max. Entrance Fees	0%
Exit fees	0%
Max. Switch Commission	2%
TER	1.11%
Maximum Management fees (annual)	0.75%
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

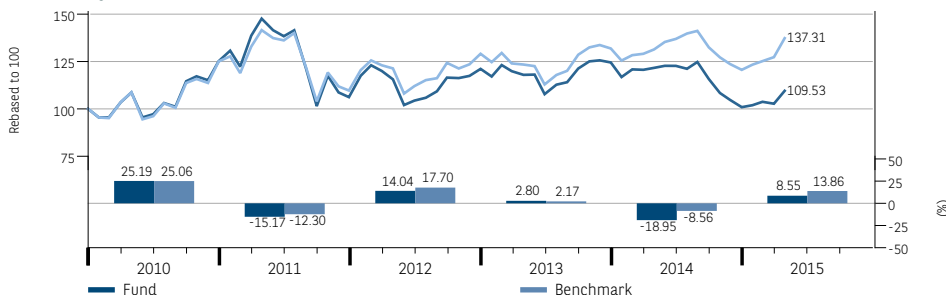
- A selection of stocks issued by South Korean companies and/or companies operating in this country.
- A focus on market leaders in industries with high performance potential.
- A combination of macroeconomic research and analysis of company balance sheets.
- A diversified portfolio of 50-80 holdings with rigorous risk control both locally and at head office.
- A dedicated equity management team of 20 investment professionals based in Seoul.

● INVESTMENT OBJECTIVE

The Fund seeks to increase the value of its assets over the medium term by investing in shares issued by South Korean 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 Kospi Composite (PI) [MSCI Dividend Yield Adjusted].

● 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	6.62	7.86
3 months	7.45	11.33
Year to date	8.55	13.86
April 2014 - April 2015	- 9.96	4.52
April 2013 - April 2014	3.12	6.46
April 2012 - April 2013	2.04	1.68
April 2011 - April 2012	- 21.69	- 14.27
April 2010 - April 2011	35.86	30.20
Annualised (%) (base 365 days)		
1 year	- 9.96	4.52
3 years	- 1.78	4.20
5 years	0.16	4.78
Since First NAV (07/04/2008)	- 1.32	1.24

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

The Institutions share class was launched on April 2, 2008. Performance figures before that date have been calculated on a hypothetical basis by taking the gross performance figures of the Classic share class and deducting the fees which would have been attributable to the Institutions share class had it been available before April 2, 2008.

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



MANAGEMENT COMMENT as of 31/03/2015

The KOSPI advanced 6.5% in 1Q15. Despite concerns about Greece's potential exit from the Eurozone, the ECB's QE (worth W1.14tr) and the US Fed' comment signaling patience regarding to a rate hike boosted the market.

Meanwhile, Fund underperformed the KOSPI in 1Q. Samsung Electronics (SEC) fared well, but the stock is underweighted according to the 10% rule. SK Hynix, which we chose as an alternative to SEC in the IT sector, performed poorly. In addition, SK Telecom, an alternative to KEPCO, was also sluggish. Furthermore, Hankook Tire Worldwide, which we overweighted on expectations for brand royalty income growth driven by continuous M&A activities, fell steeply amid the tire market's weakness.

The ECB's QE is anticipated to boost investor confidence in emerging markets... However, the continued rise in fund redemptions can be negative. Thus, we plan to focus on managing risks as the market will likely trade range-bound. Portfolio management will focus on stocks rather than sector analysis, based on valuations reflecting earnings improvements and asset values.

RISK ANALYSIS

	Fund	Bench.
Volatility (%)	14.56	14.06
Tracking error (%)	4.52	-
Information ratio	-1.32	-
Sharpe ratio	-0.14	0.28
Alpha (%)	-5.61	-
Beta	0.98	-
R ²	0.90	-
Period: 3 years. Frequency: monthly		

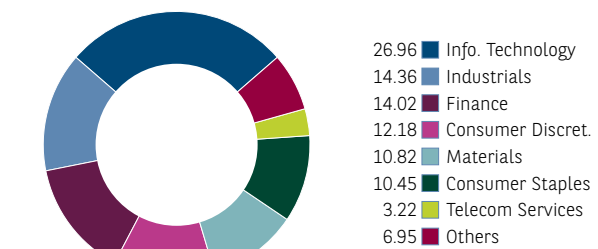
PORTFOLIO'S MAIN HOLDINGS

Asset name	%
SAMSUNG ELECTRONICS	9.15
HYUNDAI MOTOR	4.22
HYNIX SEMICONDUCTOR INC	3.92
AMOREPACIFIC CORP	3.24
SK Telecom	2.33
SHINHAN FINANCIAL HLDG	2.22
LG CHEMICAL	2.14
HYUNDAI PRECISION INDUSTRY	2.03
S OIL CORP.	2.01
LG. PHILIPS LCD CO LTD	2.00

Number of holdings in the portfolio: 80

Source of data: BNP Paribas Securities Services

BREAKDOWN BY SECTOR (%)



Total exposure: 98.97 %

Source of data: BNP Paribas Securities Services

MAIN ACTIVE POSITIONS COMPARED TO BENCHMARK

Stocks	Overweighted	Stocks	Underweighted
Amorepacific Corp	1.51%	Samsung Electronics	-6.96%
Korea Gas Corporation	1.47%	Kepeco Korea Elect. Power Corp	-2.35%
S Oil Corp.	1.39%	Kia Motors	-1.57%
Samsung Electro-mechanic	1.37%	Amorepacific Corp	-1.02%
Hyundai Motor	1.35%	Sk Energy Co Ltd	-0.85%
Hynix Semiconductor Inc	1.34%	Hyundai Heavy Ind.	-0.83%
Hankook Tire Co Ltd	1.28%	Hana Financial Group Inc	-0.72%
Samsung Sdi	1.24%	Sk Corp Ltd	-0.68%
Lg Innotech Co Ltd	1.22%	Korea Telecom Corp.	-0.65%
Lg. Philips Lcd Co Ltd	1.19%	Orion Corporation	-0.58%

Source of data: BNP Paribas Securities Services

SECTOR EXPOSURE

	of the portfolio	compared with the index
Info. Technology	27.24%	1.18
Industrials	14.51%	-0.03
Finance	14.17%	0.87
Consumer Discret.	12.31%	-2.57
Materials	10.94%	1.96
Consumer Staples	10.56%	1.24
Telecom Services	3.26%	0.43
Energy	3.09%	1.12
Health Care	2.13%	0.18
Utilities	1.80%	-1.19

Source of data: BNP Paribas Securities Services