

Japan Equity Active Universe

Core	Value	Engagement	Other Opportunistic
<p style="text-align: center; margin: 0;">[Definition]</p> <p>Stable Free Cash Flow Growth</p> <ul style="list-style-type: none"> - Stable FCF - Longevity of FCF growth - Well-established Brand 	<p style="text-align: center; margin: 0;">[Definition]</p> <ol style="list-style-type: none"> (1) Invest in companies which can improve their value by themselves backed by high governance quality. (2) Can confirm value by numbers, such as PBR, PER and/or a multiple. (3) Holding # of stocks around/under 50. (4) Benchmark agnostic. 	<p style="text-align: center; margin: 0;">[Definition]</p> <ol style="list-style-type: none"> (1) Invest in companies which need impact from outsider to lift value. (2) Frequent communication with corporate managers. At least more than once in every quarter. (3) Holding # of stocks around/under 30. (4) Improve company, mainly focusing on IR and/or financial capital 	
<ul style="list-style-type: none"> >> First State (First State Japan Equity Fund) >> Comgest (Comgest Japanese Equity) Burgundy (Burgundy Focus Japan Equity) Lindsell Train (Lindsell Train Japanese Equity) ValueInvest (ValueInvest AM Japan Value Strategy) 	<ul style="list-style-type: none"> >> Simplex (Simplex Japan Value Up Fund) >> Lazard (Lazard Japanese Equity Fund) <i>Marathon (Marathon UCITS Funds - Japan Equity Fund)</i> >> KU and Associates (KU and Associates Value Strategy) >> Nippon Value Investors (Nippon Value Investors Japanese Equity) RMB Capital (RMB Japan Opportunities Fund) Dalton Investments (Dalton Japan Equity) Eastspring (Japan Focused Value) MFS (Japan Concentrated Equity) MFS (Japan Equity) 	<p>Taiyo (Taiyo Fund)</p> <ul style="list-style-type: none"> >> VARECS (VARECS Japan Equity Small Cap) >> Asuka (Asuka Value Up) >> Strategic Capital (Strategic Capital Japan-Up Unit Trust) >> Symphony (SFP Value Realization Fund) GO Investment Partners (The TMAM-GO Japan Engagement Fund) 	<ul style="list-style-type: none"> >> USONIAN (USONIAN JAPAN VALUE FUND) >> J Flag (Simplex J Flag Strategy) >> Fivestar (Japan long/Short Strategy Fund) >> Tango (Tango Japan Equity Strategy) >> Orbis (Orbis Japan Equity Fund) >> SpiritUs (SpiritUs Distillation Strategy)

(Source) HC Asset Management, based on the information gathered independently and from the homepage of each company (as of Dec, 2019)