

# Japan Equity Active Universe

Core	GARP	Engagement
<p>[Definition]            (1) Invest in companies with stable Free Cash Flow Growth            (2) Well-established Brand</p>	<p>[Definition of Value]            (1) Portfolio primarily consists of stocks that are expected to have an above-average capital appreciation rate relative to the market.            (2) Generally have lower dividend yields and higher P/E ratios than Core or Growth counterparts.</p> <p>[Definition of Growth]            (1) Portfolio primarily consists of stocks that may be trading at a price lower than its fundamental or intrinsic value.            (2) Generally have higher dividend yields and lower P/E ratios than Core or Value counterparts</p>	<p>[Definition]            (1) Invest in companies which need impact from outsider to lift value.            (2) Frequent communication with corporate managers. At least more than one time in every quarter.            (3) Holding # of stocks around/under 30.            (4) Improve company, mainly focusing on IR and/or financial capital structure.</p>
<p><a href="#">&gt;&gt; First Sentier (First Sentier Japan Equity Fund)</a>            MFS (Japan Concentrated Equity)            Lindsell Train (Japanese Equity)  <a href="#">&gt;&gt; Comgest (Comgest Japanese Equity)</a></p>	<p><a href="#">&gt;&gt; Nippon Value Investors (Nippon Value Investors Japanese Equity)</a>            Resona AM (Resona Japan Equity Value Research Alpha Fund)            Wellington Management (Japan Value Realization)            Invesco (Japanese Equity Value Discovery)            Dalton Investments (Dalton Japan Equity)            Natixis/Harris Associates (Harris Japan Equity)            Nikko (Japan Value Equity Strategy (Fundamental Value))            Sumitomo Mitsui DS Asset (DS_Japan Equity Value Plus Alpha)  <a href="#">&gt;&gt; KU and Associates (KUAssociates Value)</a>            Pictet (Pictet Japanese Equity Selection)            Asset Management One (Research Active GARP)            RBC Global (RBC Japan Equity)            Lazard (Japanese Strategic Equity)            Fidelity Institutional (Japan Sustainable Growth)            Nomura (Nomura Japan Active Growth Equity)            J.P. Morgan Investment (JPM Japan Growth)</p>	<p>Taiyo (Taiyo Fund)  <a href="#">&gt;&gt; VARECS (VARECS Japan Equity Small Cap)</a>  <a href="#">&gt;&gt; Aizawa (Asuka Value Up)</a>  <a href="#">&gt;&gt; Strategic Capital (Strategic Capital Japan-Up Unit Trust)</a>  <a href="#">&gt;&gt; Symphony (SFP Value Realization Fund)</a>            GO Investment Partners (The TMAM-GO Japan Engagement Fund)</p>

(Source) HC Asset Management, based on the information provided on eVestment and homepage of each company (as of June, 2021)

(Screening criteria): Selected from funds with product AUM ¥5 bil. and above, Open to new investment and database available in JPY and etc.

Definitions of equity style emphasis based on both eVestment's and HC's independent guideline.