



# Matthews Asia

## FUND FACTS (USD)

Total Fund Assets	\$22.8 million
Total # of Positions	58
Weighted Average Market Cap	\$30.7 billion
Benchmark	MSCI All Country Asia ex Japan Index
Management Fee	0.75%
Minimum Initial Investment	\$1,000,000/£500,000
Minimum Subsequent Investment	\$250,000/£125,000
Fund Domicile	Luxembourg
Available Share Classes	A, I
Base Currency	USD
Additional Dealing Currencies	GBP
Net Asset Value	
I Acc (USD)	\$15.07
I Acc (GBP)	£17.42
I Dist (USD)	\$13.93
I Dist (GBP)	£16.12

## PORTFOLIO MANAGEMENT

### Yu Zhang, CFA

Lead Manager

### Sherwood Zhang, CFA

Co-Manager

### Robert J. Horrocks, PhD

Co-Manager

## RISKS

The value of an investment in the Fund can go down as well as up and possible loss of principal is a risk of investing. Investments in international and emerging market securities may involve risks such as social and political instability, market illiquidity, exchange-rate fluctuations, a high level of volatility and limited regulation. The Fund invests in holdings denominated in foreign currencies, and is exposed to the risk that the value of the foreign currency will increase or decrease. The Fund invests primarily in equity securities, which may result in increased volatility. There is no guarantee that the Fund or the companies in its portfolio will pay or continue to pay dividends. These and other risks associated with investing in the Fund can be found in the Prospectus.

## MATTHEWS ASIA

Matthews Asia believes in the long-term growth of Asia, one of the world's fastest-growing regions. Since 1991, we have focused our efforts and expertise in these countries, investing through a variety of market environments. Matthews Asia employs a bottomup, fundamental investment philosophy with a focus on long-term investment performance. As of 31 August 2018, Matthews Asia had US\$33.2 billion in assets under management.

# Asia ex Japan Dividend Fund

## Class I Shares

Matthews Asia Funds

31 August 2018

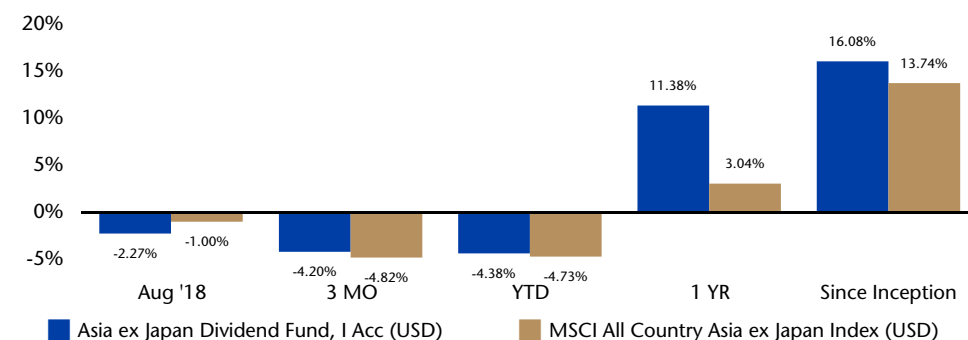
## Investment Objective

Total return through capital appreciation and current income.

## Available Share Classes

Share Class	ISIN	SEDOL	CUSIP
I Acc (USD)	LU1311311358	BYRP9H5	L6258X183
I Acc (GBP)	LU1311311515	BYRP9K8	L6258X209
I Dist (USD)	LU1311311432	BYRP9J7	L6258X191
I Dist (GBP)	LU1311311606	BYRP9L9	L6258X217

## Performance as of 31 August 2018†



Asia ex Japan Dividend Fund	Aug '18	3 MO	YTD	1 YR	3 YR	5 YR	Since Inception	Inception
I Acc (USD)	-2.27%	-4.20%	-4.38%	11.38%	n.a.	n.a.	16.08%	30 Nov 2015
I Acc (GBP)	-0.91%	-1.53%	-0.40%	10.32%	n.a.	n.a.	22.36%	30 Nov 2015
I Dist (USD)	-2.25%	-4.21%	-4.35%	11.41%	n.a.	n.a.	16.07%	30 Nov 2015
I Dist (GBP)	-0.92%	-1.54%	-0.42%	10.29%	n.a.	n.a.	22.35%	30 Nov 2015
MSCI AC Asia ex Japan Index (USD)	-1.00%	-4.82%	-4.73%	3.04%	n.a.	n.a.	13.74%	n.a.

## Annual Returns (For the 12 month period ended 30 June)

Asia ex Japan Dividend Fund	2018	2017	2016	2015	2014
I Acc (USD)	18.38%	23.33%	n.a.	n.a.	n.a.
I Acc (GBP)	16.83%	27.51%	n.a.	n.a.	n.a.
I Dist (USD)	18.38%	23.32%	n.a.	n.a.	n.a.
I Dist (GBP)	16.83%	27.50%	n.a.	n.a.	n.a.
MSCI AC Asia ex Japan Index (USD)	10.21%	27.06%	n.a.	n.a.	n.a.

† All returns over 1 year are annualised

**All performance quoted represents past performance and is no guarantee of future results.** Investment return and principal value will fluctuate with market conditions so that when redeemed, shares may be worth more or less than the original cost. Current performance may be lower or higher than performance shown. Investors investing in Funds denominated in non-local currency should be aware of the risk of currency exchange fluctuations that may cause a loss of principal.

Performance details provided are based on a NAV-to-NAV basis with any dividends reinvested, and are net of management fees and other expenses. Source: Brown Brothers Harriman (Luxembourg) S.C.A.

# Asia ex Japan Dividend Fund

31 August 2018

## TOP TEN HOLDINGS<sup>1</sup>

	Country	% of Net Assets
China Petroleum & Chemical Corp.	China/Hong Kong	3.2%
Taiwan Semiconductor Manufacturing Co., Ltd.	Taiwan	3.1%
Nam Long Investment Corp.	Vietnam	2.5%
Minth Group, Ltd.	China/Hong Kong	2.2%
China Mobile, Ltd.	China/Hong Kong	2.1%
Saigon Cargo Service Corp.	Vietnam	2.1%
Thien Long Group Corp.	Vietnam	2.1%
HKBN, Ltd.	China/Hong Kong	2.1%
SUNeVision Holdings, Ltd.	China/Hong Kong	2.1%
Vinh Hoan Corp.	Vietnam	2.0%
<b>% OF ASSETS IN TOP TEN</b>		<b>23.5%</b>

Source: Brown Brothers Harriman (Luxembourg) S.C.A.

## COUNTRY ALLOCATION (%)<sup>2</sup>

	Fund	Benchmark	Difference
China/Hong Kong	41.1	46.2	-5.1
South Korea	12.4	16.7	-4.3
Vietnam	12.3	0.0	12.3
Taiwan	7.8	13.8	-6.0
Singapore	6.4	3.9	2.5
Thailand	4.8	2.7	2.1
India	3.4	10.5	-7.1
Bangladesh	1.7	0.0	1.7
Indonesia	1.6	2.2	-0.6
Philippines	0.9	1.2	-0.3
Malaysia	0.0	2.8	-2.8
Pakistan	0.0	0.1	-0.1
Cash and Other Assets, Less Liabilities	7.5	0.0	7.5

Source: FactSet Research Systems

## SECTOR ALLOCATION (%)<sup>2</sup>

	Fund	Benchmark	Difference
Consumer Staples	13.9	4.9	9.0
Consumer Discretionary	13.6	8.6	5.0
Industrials	13.6	6.5	7.1
Information Technology	13.2	31.2	-18.0
Financials	7.7	23.0	-15.3
Real Estate	7.3	6.0	1.3
Telecom Services	6.8	3.9	2.9
Energy	6.1	4.9	1.2
Materials	4.0	4.9	-0.9
Utilities	3.3	3.2	0.1
Health Care	3.1	3.1	0.0
Cash and Other Assets, Less Liabilities	7.5	0.0	7.5

Sector data based on MSCI's revised Global Industry Classification Standards. For more details, visit [www.msci.com](http://www.msci.com).  
Source: FactSet Research Systems

## MARKET CAP EXPOSURE (%)<sup>2,3</sup>

	Fund	Benchmark	Difference
Mega Cap (over \$25B)	18.2	53.6	-35.4
Large Cap (\$10B-\$25B)	8.7	25.3	-16.6
Mid Cap (\$3B-\$10B)	12.8	17.7	-4.9
Small Cap (under \$3B)	52.7	3.5	49.2
Cash and Other Assets, Less Liabilities	7.5	0.0	7.5

Source: FactSet Research Systems

## P/E RATIOS<sup>4</sup>

P/E Using FY1 Estimates	12.9x
P/E Using FY2 Estimates	11.4x

Source: FactSet Research Systems (P/E est. as of 31/08/18)

## DIVIDEND YIELD<sup>5</sup>

3.28%

Source: FactSet Research Systems, Bloomberg, Matthews Asia

## IMPORTANT INFORMATION

The Fund is a sub-fund of Matthews Asia Funds SICAV, an umbrella fund, with segregated liability between sub-funds, established as an open-ended investment company with variable capital and incorporated with limited liability under the laws of Luxembourg. It is authorised by the Commission de Surveillance du Secteur Financier (CSSF) as a UCITS and is only registered for public offer and sale in Finland, France, Germany, Luxembourg, Spain, Sweden and the United Kingdom. Not all share classes are registered in each jurisdiction. For investors in Singapore, the Matthews Asia Funds (the "Funds") are not authorised or recognised by the Monetary Authority of Singapore, and Shares of the Funds are not allowed to be offered to the retail public. Shares in the Funds may only be offered to (i) to an accredited investor or other relevant person, or (ii) to an institutional investor. **NOT FOR SALE IN THE U.S. OR TO U.S. PERSONS.** Matthews Asia is the brand for Matthews International Capital Management, LLC and its direct and indirect subsidiaries.

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Professional investors in Hong Kong:  
Please contact Matthews Global Investors (Hong Kong) Limited at (852)-3901-0880 directly for more information relating to the fund.

- Holdings may combine more than one security from the same issuer and related depositary receipts.
- Percentage values in data are rounded to the nearest tenth of one percent; the values may not sum to 100% due to rounding. Percentage values may be derived from different data sources and may not be consistent with other Fund literature.
- Equity market cap of issuer.
- The P/E Ratio is the share price of a stock as of the report date, divided by the forecasted earnings per share for a 12-month period (FY1) and 24 month period (FY2). For the Fund, this is the weighted harmonic average estimated P/E ratio of all the underlying stocks in the Fund, excluding negative earners. There is no guarantee that the composition of the Fund will remain unchanged, or that forecasted earnings of a stock will be realized. Information provided is for illustrative purposes only.
- The Dividend Yield (trailing) for the portfolio is the weighted average sum of the dividends paid by each equity security held by the Fund over the last 12 months divided by the current price as of report date. The annualised dividend yield for the Fund is for the equity-only portion of the portfolio. Please note that this is based on gross equity portfolio holdings and does not reflect the actual yield an investor in the Fund would receive. A positive distribution yield does not imply positive return, and past yields are no guarantee of future yields. Information provided is unaudited.

The MSCI All Country Asia ex Japan Index is a free float—adjusted market capitalization—weighted index of the stock of markets of China, Hong Kong, India, Indonesia, Korea, Malaysia, Pakistan, the Philippines, Singapore, Taiwan and Thailand. Index is for comparative purposes only and it is not possible to invest directly in an index.