



Pangolin Asia Fund June 2022 NAV

As at the 30th of June 2022 the NAV of the Class A shares of the Pangolin Asia Fund was US\$565.54 net of all fees and expenses, down 6.58% from US\$605.35 in May.

As of today, the fund is about 99% invested, with the split being approximately as follows:

Singapore	9%
Malaysia	22%
Indonesia	69%

We don't disclose our names but some details are always available to investors (and those wishing to become investors) on request.

Overview

To put things into some perspective, please see the tables below.

Return (in local currencies, except MSCI)									
Period	DOW	S&P 500	NASDAQ	JSE	KLSE	STI	MSCI Asia ex JP	MSCI-ASEAN	PAF
Jun-22	-6.71%	-8.39%	-8.71%	-3.32%	-8.02%	-4.03%	-5.06%	-8.79%	-6.58%
YTD 2022	-15.31%	-20.58%	-29.51%	5.02%	-7.87%	-0.69%	-17.25%	-12.79%	-5.50%

Return (in USD)									
Period	DOW	S&P 500	NASDAQ	JSE	KLSE	STI	MSCI Asia ex JP	MSCI-ASEAN	PAF
Jun-22	-6.71%	-8.39%	-8.71%	-5.43%	-8.67%	-5.45%	-5.06%	-8.79%	-6.58%
YTD 2022	-15.31%	-20.58%	-29.51%	0.51%	-12.92%	-3.65%	-17.25%	-12.79%	-5.50%

% Change in Currency Vs USD			
Month	MYR	SGD	IDR
Jun-22	-0.71%	-1.48%	-2.18%
YTD 2022	-5.48%	-2.98%	-4.29%

Lots and lots of red in the table above. SE Asia is not immune to selling if the rest of the world is panicking. The good news is that the region remains under-owned by foreigners, so there is less likely to be the same magnitude of falls as elsewhere. Having said that, local sellers can do plenty of damage if there's no appetite for buying.

The fund is now down 5.5% YTD, about 4.5% currencies' depreciation and 1% stock prices. This is despite our two largest holdings (both in Indonesia) having fallen 35% in IDR terms. As we were happy owning these companies at their highs, it follows that we're even happier owning them at lower prices.

Outlook

We intend to remain fully invested. We're not the types to rush to cash to cushion downfalls because, to be honest, there is no way of predicting what markets will do. As usual, when markets fall, all the forecasters become bearish. Conversely, when oil hits \$110, the consensus is that we're going to \$250. It's just irksome noise.

What is predictable is that well-managed companies in economies growing at 5-6% will increase their value. At times this value will be reflected by their share prices and at other times, it won't. I would argue that, given



ASEAN's relative underperformance over the past decade, there was much on offer well below our estimated valuations even before markets weakened.

The majority of the companies we own have net cash on their balance sheets. I like to describe the fund as having off balance sheet cash. After 36 years in the game, I've learnt that not only do well-capitalised businesses survive crises, but they also tend to emerge stronger.

The dividend across the fund is currently 4.8% (although we lose some of that to withholding taxes). This is the highest level since we started counting. Next year it's forecast to cross 5% giving us a steady income stream to reinvest, either in what we own or into new positions.

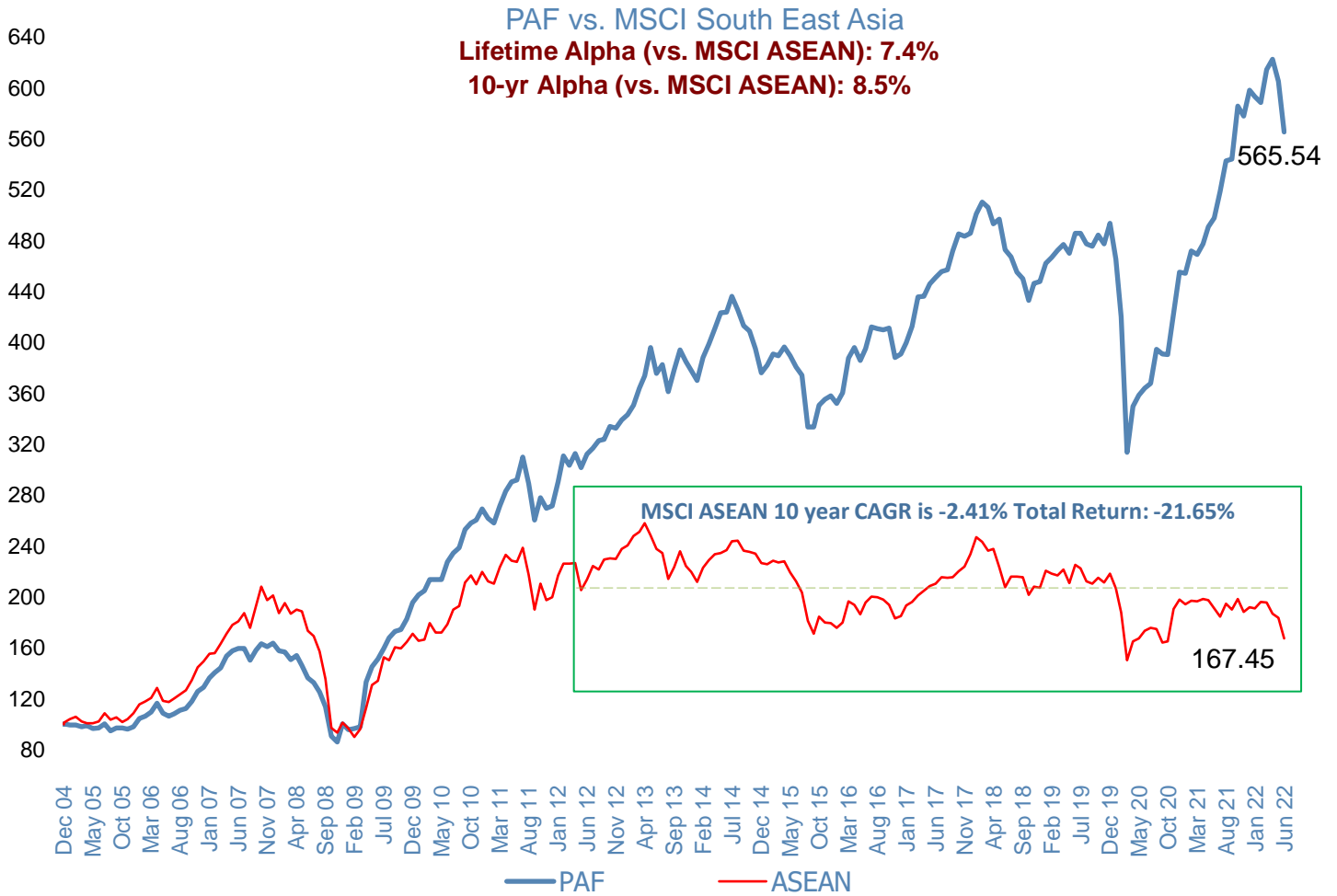
The ASEAN index has now fallen 21% over the past ten years (see the chart below). Indices, I concede, are full of big, overvalued stocks which we'd never own, but they are a reasonable reflection of investor disinterest in a region with stable and superior economic growth, where millions are moving from rural poverty to urban consumerism.

Which is why, when we can invest even more cheaply, I become more Tigger than Eeyore,

James
8th July 2022



Seventeen years track record and annualised return of 10.36%





PANGOLIN INVESTMENT MANAGEMENT

Year	Details	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2022	NAV	593.29	588.82	614.73	622.83	605.35	565.54							-5.50%
	% chg	-0.86%	-0.75%	4.40%	1.32%	-2.81%	-6.58%							
2021	NAV	454.64	471.89	469.26	477.70	491.07	497.99	518.78	542.88	544.24	585.87	578.32	598.45	31.44%
	% chg	-0.15%	3.79%	-0.56%	1.80%	2.80%	1.41%	4.17%	4.65%	0.25%	7.65%	-1.29%	3.48%	
2020	NAV	465.73	420.43	313.82	349.63	358.55	364.26	367.99	394.82	391.21	390.47	422.87	455.32	-7.80%
	% chg	-5.69%	-9.73%	-25.36%	11.41%	2.55%	1.59%	1.02%	7.29%	-0.91%	-0.19%	8.30%	7.67%	
2019	NAV	462.51	467.10	472.67	477.00	470.36	485.78	486.12	477.67	475.87	484.37	477.85	493.85	10.21%
	% chg	3.21%	0.99%	1.19%	0.92%	-1.39%	3.28%	0.07%	-1.74%	-0.38%	1.79%	-1.35%	3.35%	
2018	NAV	501.11	510.62	506.32	493.22	497.19	472.82	467.29	455.31	450.29	433.40	446.46	448.11	-7.76%
	% chg	3.15%	1.90%	-0.84%	-2.59%	0.80%	-4.90%	-1.17%	-2.56%	-1.10%	-3.75%	3.01%	0.37%	
2017	NAV	400.08	412.81	435.93	436.54	446.18	451.43	455.76	457.12	472.10	485.61	483.86	485.79	24.18%
	% chg	2.27%	3.18%	5.60%	0.14%	2.21%	1.18%	0.96%	0.30%	3.28%	2.86%	-0.36%	0.40%	
2016	NAV	352.31	360.43	387.79	396.17	386.04	395.41	412.53	411.2	410.02	411.25	388.48	391.19	9.16%
	% chg	-1.69%	2.30%	7.59%	2.16%	-2.56%	2.43%	4.33%	-0.32%	-0.29%	0.30%	-5.54%	0.70%	
2015	NAV	382.31	391.18	389.48	396.82	389.67	380.77	374.61	333.73	333.52	350.84	355.19	358.38	-4.76%
	% chg	1.60%	2.32%	-0.43%	1.88%	-1.80%	-2.28%	-1.62%	-10.91%	-0.06%	5.19%	1.24%	0.90%	
2014	NAV	370.08	388.25	398.79	410.89	423.38	423.84	436.37	425.85	413.36	408.97	395.23	376.28	-0.52%
	% chg	-2.16%	4.91%	2.71%	3.03%	3.04%	0.11%	2.96%	-2.41%	-2.93%	-1.06%	-3.36%	-4.79%	
2013	NAV	343.47	350.86	364.04	374.14	395.94	375.98	382.69	361.54	378.56	394.53	384.87	378.24	11.48%
	% chg	1.23%	2.15%	3.76%	2.77%	5.83%	-5.04%	1.78%	-5.53%	4.71%	4.22%	-2.45%	-1.72%	
2012	NAV	290.78	311.15	303.35	313.01	301.88	312.18	316.87	323.01	323.75	334.08	332.63	339.29	24.85%
	% chg	7.00%	7.01%	-2.51%	3.18%	-3.56%	3.41%	1.50%	1.94%	0.23%	3.19%	-0.43%	2.00%	
2011	NAV	261.86	258.03	271.83	283.00	290.51	291.75	310.23	289.05	260.46	278.31	269.95	271.75	0.85%
	% chg	-2.82%	-1.46%	5.35%	4.11%	2.65%	0.43%	6.33%	-6.83%	-9.89%	6.85%	-3.00%	0.67%	
2010	NAV	201.91	205.09	213.68	227.44	213.93	227.45	234.62	238.78	253.28	258.37	260.53	269.47	37.58%
	% chg	3.08%	1.57%	4.19%	6.44%	-5.94%	6.32%	3.15%	1.77%	6.07%	2.01%	0.84%	3.43%	
2009	NAV	95.67	96.38	98.12	133.22	145.25	151.32	159.71	167.99	173.21	174.49	182.60	195.87	95.34%
	% chg	-4.59%	0.74%	1.81%	35.77%	9.03%	4.18%	5.54%	5.18%	3.11%	0.74%	4.65%	7.27%	
2008	NAV	157.49	156.55	150.63	154.03	146.18	136.23	132.58	125.09	113.55	90.36	85.98	100.27	-38.81%
	% chg	-3.89%	-0.60%	-3.78%	2.26%	-5.10%	-6.81%	-2.68%	-5.65%	-9.23%	-20.42%	-4.85%	16.62%	
2007	NAV	136.43	140.75	144.17	153.68	157.90	159.36	159.56	150.23	158.13	163.17	160.72	163.86	27.19%
	% chg	5.90%	3.17%	2.43%	6.60%	2.75%	0.92%	0.13%	-5.85%	5.26%	3.19%	-1.50%	1.95%	
2006	NAV	104.53	106.09	109.42	116.62	108.82	106.34	107.96	110.76	112.41	117.94	125.81	128.83	31.74%
	% chg	6.89%	1.49%	3.14%	6.58%	-6.69%	-2.28%	1.52%	2.59%	1.49%	4.92%	6.67%	2.40%	
2005	NAV	99.24	99.37	97.77	98.86	96.77	97.05	100.14	94.90	96.99	97.05	96.14	97.79	-2.57%
	% chg	-1.13%	0.13%	-1.61%	1.11%	-2.11%	0.29%	3.18%	-5.23%	2.20%	0.06%	-0.94%	1.72%	
2004	NAV	-	-	-	-	-	-	-	-	-	-	-	100.37	
	% chg	-	-	-	-	-	-	-	-	-	-	-	0.37%	

Best monthly return 35.77%
Worst monthly return -25.36%
Maximum drawdown -47.53%
% of positive months 64.93%
Annualised return 10.36%



By Sector

