

Edinburgh Dragon Trust Plc

EFM

Morningstar Peer Group Classification

Asia Pacific - Excluding Japan

Investment Objective

To provide long-term capital growth through investments in a diversified portfolio of securities in quoted companies spread across a range of industries and economies in the Asia Pacific region, excluding Japan and Australasia.

Valuation statistics (NAVs estimated¹) GBX

	28 Feb 2019	12 m High	Low
Price	370.00	382.00	324.00
Fair Cum NAV	415.50		
Fair Ex NAV	415.08		
Par Cum NAV	415.50		
Par Ex NAV	412.31	437.61	362.00
Fair Cum Discount	-10.95		
Fair Ex Discount	-10.86		
Par Cum Discount	-10.95		
Par Ex Discount	-10.26	-5.89	-13.47
Peer Group Discount	-4.05		
Z-Statistic ²	0.07		

Last Actual NAVs (GBX) as at 27 Feb 2019

Fair Cum NAV	415.28
Fair Ex NAV	414.86
Par Cum NAV	415.28
Par Ex NAV	414.86

Key Data

Domicile	UK
Launch Date	07 Sep 1987
Financial Year-end	31 Aug
Exchange	London (LSE)
Next AGM	Dec 2019
NAV Frequency	Daily
Dividend Frequency	Annual
Total Assets (GBP)	561.0m
Net Assets (GBP)	535.5m
Shares Outstanding	129,870,403
Gross Gearing ³	105
Net Gearing ⁴	102
Average Daily Shares Traded (1yr)	0.305m
Average Daily Value Traded (1yr)	1.128m
Total Expense Ratio ⁵ (2018)	0.80%
Market Capitalisation (GBP)	480.5m
Net Dividend Yield ⁶	1.08%

Dividend Policy

The fund intends to pay annual dividends

Year-on-Year Dividend Growth % (financial year 31 Aug)

2019	2018	2017	2016	2015
0.00	21.21	3.12	6.67	36.36

Dividend Growth % (annualised on current financial year)⁷

1 year	2 years	3 years	4 years	5 years
0.00	10.10	7.72	7.46	12.70

Directors

Allan Mckenzie (Chairman), Kathryn Langridge, Peter Maynard, Iain McLaren, Charlie Ricketts, James Will

Fund Manager: Flavia Cheong (31 Aug 2007) / Pruksa Iamthongthong (31 Aug 2018) / Adrian Lim (31 Aug 2007) / Hugh Young (31 Aug 2007)

Aberdeen Standard Investments

London

Telephone:

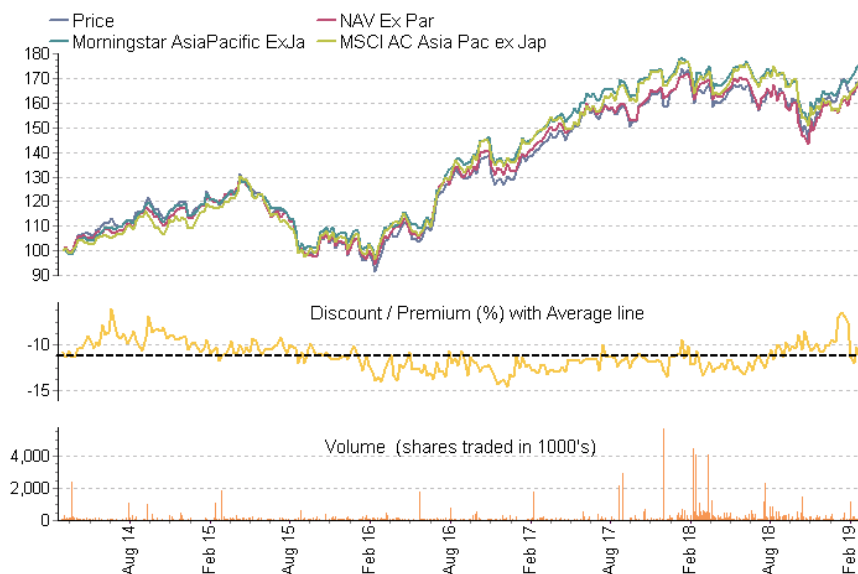
Website: www.edinburghdragon.co.uk

Stockbroker: Winterflood Securities Limited

Management Fee Summary

Management fee is calculated at a rate of 0.85% of NAV up to GBP 350m and 0.5% of NAV exceeding GBP 350m. The management agreement is terminable by the Company on three months notice or in the event of a change of control in the ownership of the Manager. The notice period required to be given by the Manager is six months.

Total Return Performance (GBP) over 5 years (or since inception)



Performance (Total Return %)⁸ GBP

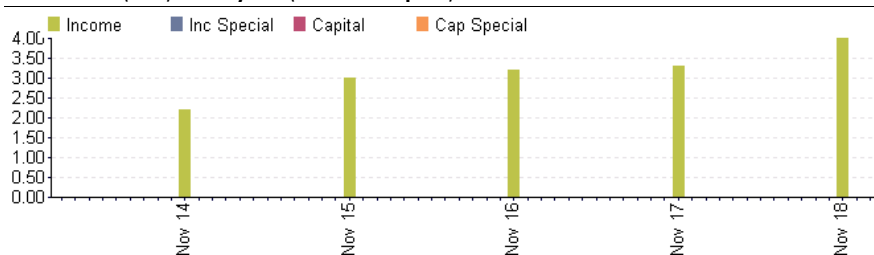
	1 month	3 months	6 months	1 year	YTD	3 years	5 years
Price	+1.37	+2.78	+1.15	+1.15	+2.78	+68.16	+65.67
NAV	+0.85	+2.20	-0.24	-3.05	+4.09	+61.61	+63.69
Peer Group (Price)	+2.29	+4.75	+0.64	+0.70	+4.82	+63.97	+72.70
Peer Group (NAV)	+1.24	+2.54	-2.02	-3.00	+4.31	+55.80	+69.44
Benchmark	+1.11	+2.53	-3.46	-3.31	+5.88	+60.04	+65.95

Peer Group: Morningstar IT AsiaPacific ExJapP
 Morningstar Benchmark: MSCI AC ASIA PACIFIC ex JAPAN
 Fund distributions reinvested on ex-dividend date⁸

Dividend Yields over 5 years (or since inception)



Distributions (GBP) over 5 years (or since inception)



Latest Dividend History (GBP)

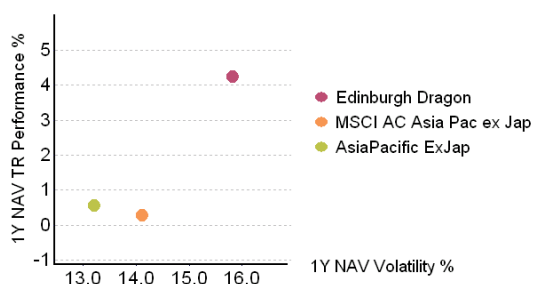
Type	Dividend	Declared Date	Ex Div Date	Record Date	Payment Date	Financial Year
Income	4.000	02 Nov 18	22 Nov 18	23 Nov 18	21 Dec 18	2018
Income	3.300	02 Nov 17	23 Nov 17	24 Nov 17	15 Dec 17	2017
Income	3.200	03 Nov 16	17 Nov 16	18 Nov 16	16 Dec 16	2016

Initial Public Offering

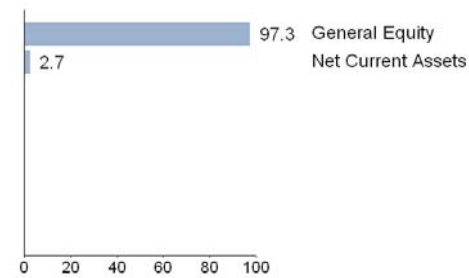
120,000,000 Ordinary shares at 0.40 GBP on 07 Sep 1987

Edinburgh Dragon Trust Plc

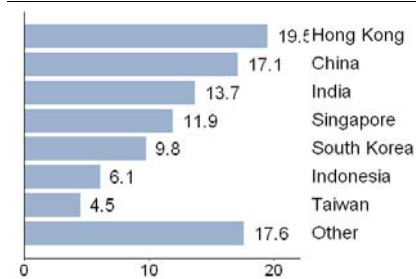
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Risk & Return⁹

Sector Breakdown (%)



Geographic Breakdown (%)

Largest Holdings (% Portfolio¹⁰) as at 31 Dec 2018

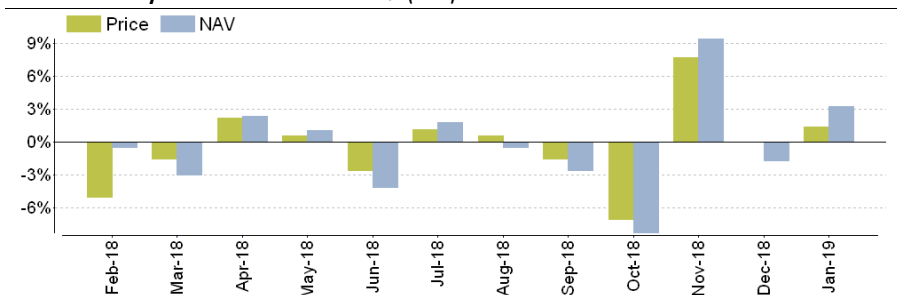
Tencent	5.4%
Samsung Electronics Co Ltd	5.2%
Taiwan Semiconductor Manufacturing Co	4.2%
Housing Development Finance Corp.	3.3%
Oversea-Chinese Banking Corp. Ltd.	3.3%
Bank Central Asia Tbk	3.1%
Jardine Strategic Holdings Ltd	3.1%
AIA Group Ltd.	3.0%
Siam Cement Public Company Limited	2.4%
CITS	2.4%
Total	35.7%

Capital Structure

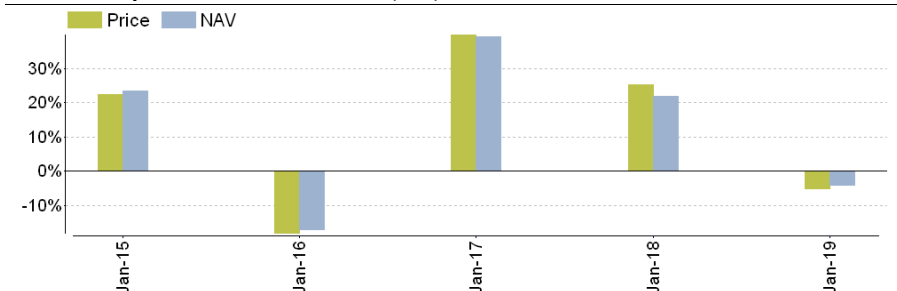
Number of Shares	Share Type
129,870,403	Ord 20p
29,741,274	Treasury Shares

Loan CCY	£m	Redemption	Coupon
GBP	25.5		-

Discrete Monthly Price & NAV Total Return % (GBP)



Discrete Yearly Price & NAV Total Return % (GBP)



Risk & Correlation

	3 months	6 months	1 year	3 years	5 years
Alpha (NAV) ¹¹	0.00	0.03	0.15	0.08	-0.01
Beta (NAV) ¹²	0.99	1.03	1.00	0.97	0.98
R-squared (NAV) ¹³	0.79	0.85	0.85	0.89	0.89
Sharpe (NAV) ¹⁴	0.58	0.04	-0.26	1.16	0.74
Price Volatility ¹⁵	20	23	19	16	16
NAV Volatility ¹⁵	16	19	16	15	15
Benchmark Volatility ¹⁵	14	16	14	12	13
Peer Group Price Volatility ¹⁵	13	17	14	12	13
Peer Group NAV Volatility ¹⁵	13	16	13	13	13

Additional Performance (Total Return⁸) GBX

Period	Price	NAV	Peer Price	Peer NAV	Benchmark
	#y1prigbp	#y1navgbp	#y1pgpgbp	#y1pnggbp	#y1bmgbp
2018	-0.33	-1.40	-0.66	-2.75	-3.46
2017	+25.44	+25.09	+24.62	+23.66	+25.43
2016	+26.42	+26.39	+29.05	+27.55	+27.70
2015	-10.46	-8.07	-6.73	-3.82	-3.85
2014	+12.51	+11.36	+11.72	+12.42	+9.51
Since FTSE 2009 Low (13 Mar 09)	+271.56	+277.00	+318.68	+305.72	+265.06
Since Sub-Prime (20 Nov 07)	#primprigbp	#primnavgbp	#primpgpgbp	#primpnggbp	#primbmgbp
Since FTSE 2007 Peak (13 Oct 07)	#octprigbp	#octnavgbp	#octpgpgbp	#octpnggbp	#octbmgbp

Wind-up Provisions/Buy Back Policy

In accordance with the Association Articles of the company, an ordinary resolution will be put to shareholders at the AGM held in 2021 that the company continue in existence as an investment trust and every three years thereafter.

1 **NAV Estimation** - Fair value of debt refers to the market price of the debt if it is traded or, if it is not traded, an estimation of its value calculated using points over gilt methodology.
Cum Income NAVs include net revenue in the financial year to date. All estimates are fully diluted for the effects of warrants, convertibles or treasury shares. NAV estimations are created and maintained by Morningstar. For more detailed methodology document please contact FD.Support@morningstar.com

2 **Z-Statistic 1y** - Shows whether the fund's current discount is significantly higher or lower than the average over the past year, calculated as (Current Discount - Mean) / Std Dev

3 **Gross Gearing** - The ratio of estimated gross Assets to the Net Assets, expressed as a percentage

4 **Net Gearing** - The ratio of estimated Gross Assets minus cash and fixed interest to the Net Assets, expressed as a percentage. Cash and fixed interest represents not-equity exposure.

5 **Total Expense Ratio** - (Total Expenses - Performance Fees - Cost of Leverage - Tax - Restructuring Costs) / Average Net Assets

6 **Net Dividend Yield** - This is calculated by dividing the current financial years dividends (this will include prospective dividends) by the current price.

7 **Dividend Growth** - The annualised percentage growth in dividends. Based upon the current financial year, including any future estimates or forecasts.

8 **Performance** - Calculated using start and end period Share Prices or NAV Dividends are reinvested on the ex-dividend date at the prevailing Share Price or NAV.

9 **Risk & Return** - 1 Year ex income par NAV total return performance against 1 Year NAV volatility. Please see notes 8 and 15 for performance and volatility definitions respectively.

10 **Portfolio** - In order to calculate the portfolio value we deduct any holdings in cash only (Note that Fixed Interest is not included).

11 **Alpha** - The difference between the fund's average excess total return and the benchmark's average excess total return.

12 **Beta** - The sensitivity of the fund to broad market movements. A Beta of 0.5 would imply the fund will move by half as much as the index.

13 **R-squared** - A measure of correlation between the fund and index. A value of 0.8 means that 80% of the fund's NAV changes can be explained by changes in the index.

14 **Sharpe** - A risk-adjusted return measure, calculated by dividing the fund's average monthly excess total return over the risk-free rate by the standard deviation of those returns. The figure shown is the annualized Sharpe Ratio.

15 **Volatility** - The annualized standard deviation of the logged daily returns, adjusting for distributions from capital.