



# Investing in a World of Emerging Opportunities

Matthews | Q4 2023



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# Matthews: Emerging Markets, Asia and China Equity Specialist

Global client base spanning institutional, professional, family offices, private banks and high net-worth investors



**Trusted,  
Experienced  
Partner**



**Proven Active  
Performance  
30+ Years**

invested in  
Emerging Markets & Asia



**Outcomes  
& Tailored  
Solutions**

Customization,  
Sustainability



**Global  
Perspective**

San Francisco, London,  
Hong Kong, New Jersey



**Responsible  
Investment &  
Sustainability  
Expertise**



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# Matthews Capabilities

Independent, private, employee ownership

## Firm Facts (As of December 31, 2023)

120+ employees

30+ investment professionals

- 10 years average firm tenure
- 18 years average EM & Asia investing

5,000+ company meetings in 2022

## Assets Under Management

Total	US\$9.3 B
Regional	US\$6.2 B
Single-Country	US\$3.1 B

## Investment Vehicles

US Mutual Funds  
Exchange Traded Funds  
UCITS Funds  
Private Funds  
Separate Accounts

## Core Investment Principles

Active Management  
Emerging Markets Specialist  
Deep Experience  
High Active Share  
Fundamental Research  
Risk Management

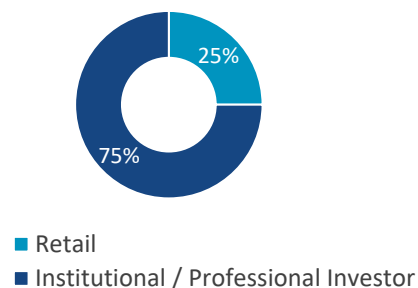
## Office Locations



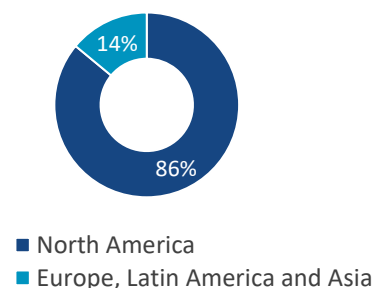
## A History of Innovation

- **1991**—Founded by G. Paul Matthews
- **1994**—U.S. 40 Act Mutual Fund established
- **2000**—Separate Account offerings
- **2010**—UCITS Fund launched
- **2015**—Sustainable Fund launched
- **2018**—Private Fund offerings
- **2022**—Active ETFs launched

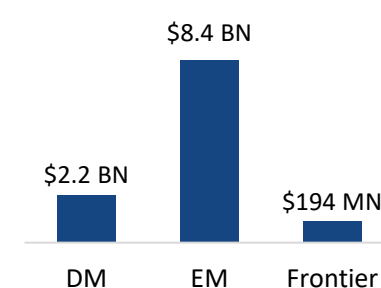
Client AUM by Type, US\$



Client AUM by Domicile, US\$



AUM by Markets Invested, US\$



• Note: AUM by type, domicile and markets invested data as of September 30, 2023

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# Why Sophisticated Investors Partner with Matthews

## ● A Trusted and Experienced Guide

Pioneer investor in Emerging Markets and Asia, with a proven 30+ years track record of generating excess returns in complex markets that demand deep expertise, operational skill and risk acumen

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## ● Proven Active Management

Driven by intellectual curiosity seeking unique insights to build highly differentiated portfolios that capture distinctive alpha for client outcomes

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## ● Holistic Risk Management

Dynamic approach to risk across a range of economic and geopolitical cycles which leverages proprietary insights to identify strong governance and business sustainability in higher risk markets

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## ● Operational Expertise

Comprehensive operational and trading expertise developed over 30+years in opaque and complex public markets

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## ● Aligned With You

Our culture of investment results and an ownership mentality supports a long-term focus that aligns with the interests of our clients

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# Strategies for Investing in Emerging Markets and Asia

Matthews offers a range of public equity strategies across the risk-reward spectrum

Emerging Markets	<b>GLOBAL EMERGING MARKETS</b>	<b>All Cap</b> <ul style="list-style-type: none"> <li>— Emerging Markets Equity</li> <li>— Emerging Markets Sustainable Future*</li> <li>— Emerging Markets ex China</li> <li>— Emerging Markets Discovery</li> </ul>	<b>Small and Mid Cap</b> <ul style="list-style-type: none"> <li>— Emerging Markets Small Companies</li> </ul>
	<b>PAN ASIA</b>	<b>All Cap</b> <ul style="list-style-type: none"> <li>— Asia Dividend</li> <li>— Asia Growth</li> </ul>	
Asia	<b>EMERGING ASIA</b>	<b>All Cap</b> <ul style="list-style-type: none"> <li>— Asia ex Japan Total Return Equity**</li> <li>— Asian Growth and Income</li> <li>— Asia Sustainable Future</li> <li>— Asia Innovators</li> <li>— Asia ex China</li> <li>— Pacific Tiger</li> </ul>	<b>Small and Mid Cap</b> <ul style="list-style-type: none"> <li>— Asia Small Companies</li> </ul>
	<b>SINGLE COUNTRY</b>	<b>All Cap</b> <ul style="list-style-type: none"> <li>— China</li> <li>— China A-Share</li> <li>— China Dividend</li> <li>— China Discovery†</li> <li>— India</li> <li>— Japan</li> <li>— Korea</li> </ul>	<b>Small and Mid Cap</b> <ul style="list-style-type: none"> <li>— China Small Companies</li> <li>— Japan Opportunities</li> </ul>

- Matthews's products and services are publicly registered or available in certain jurisdictions only.
- \*Formerly known as Asia ESG \*\*Formerly known as Asia ex Japan Dividend
- †The China Discovery Strategy launched on January 10, 2024



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# Investment Philosophy

Time-tested active management across macro and geopolitical cycles



## ACTIVE RISK MANAGEMENT

Strong risk management improves the durability of alpha and can help to limit downside risk in complex and dynamic growth markets



## COMPANY FOCUSED; MACRO AWARE

Deep company analysis, including competitive ecosystem, management, clients, and economic context leads to unique insights and differentiated portfolios



## LONG-TERM THINKING

We think beyond the consensus, demonstrating trust and conviction by investing across cycles as long-term business owners



## QUALITY COMPANIES IN ANY LOCATION

Great companies are not defined by geographies, but by strong moats and competitive advantages

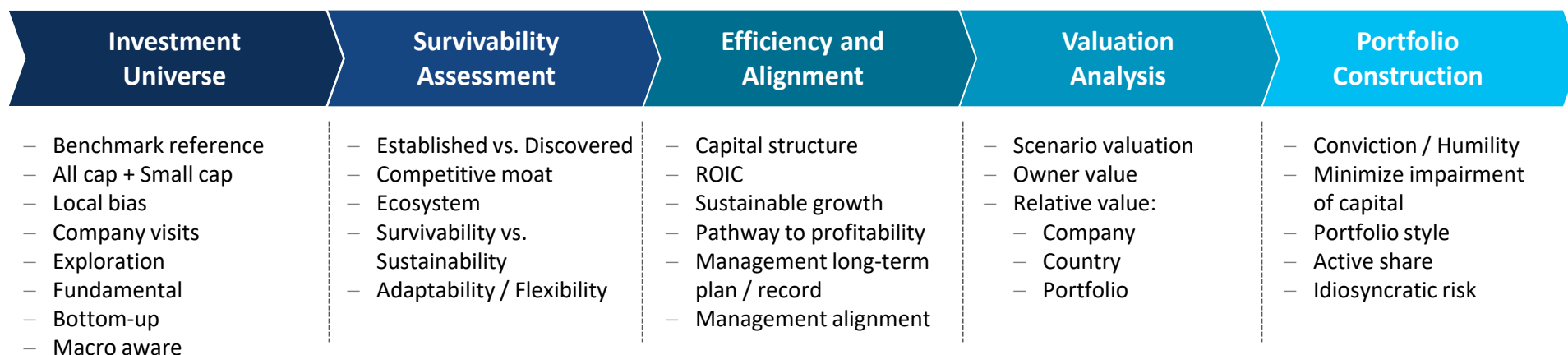


## BUSINESS SUSTAINABILITY

Innovation, delighting customers, addressing commercial and societal needs, with the power to compound returns over time

# Typical Investment Process

Repeatable, risk-aware process: Identify strong businesses and construct optimal portfolios























## RISK MANAGEMENT: Ex-Ante and Ex-Post Analysis with Independent Risk Analysis and Research

Structural	Strategy Objectives and Client Guidelines
Portfolio	Position Sizing, Volatility, Correlations, Style
Performance	Attribution & Risk Analysis
Independent Risk Analysis	CIO, Executive Risk Committee, Risk Team, Compliance Team



# Experienced Investment Team

Deep portfolio, analytical and strategic capabilities














Investing Focus	Experience in EM/Asia	Investing Focus	Experience in EM/Asia	Investing Focus	Experience in EM/Asia	Investing Focus	Experience in EM/Asia	Investing Focus	Experience in EM/Asia
 <b>Michael Barrer</b>	ETF Capital Markets 10+ years	 <b>Siddharth Bhargava</b>	Emerging Markets, India, Income 10+ years	 <b>Kary Cheng</b>	Sustainability, Income 3 years	 <b>Winnie Chwang</b>	China, Core 15+ years	 <b>Kathlyn Collins</b>	Sustainability, Emerging Markets, Developed Markets 9 years
 <b>Robert Cosgrove</b>	Risk 10+ years	 <b>David Dali</b>	Emerging Markets, Developed Markets 25+ years	 <b>Swagato Ghosh</b>	India 8 years	 <b>Donghoon Han</b>	Japan, Developed Markets, Growth, Value/Dividend 10+ years	 <b>Robert Horrocks, PhD</b>	Emerging Markets, Developed Markets, Value/Dividend 25+ years
 <b>Joong Kang</b>	Emerging Markets, Developed Markets 20+ years	 <b>Ashley Kim</b>	Emerging Markets, Developed Markets 5+ years	 <b>Elli Lee</b>	Emerging Markets, Korea, Core, Value/Dividend 20+ years	 <b>Kenneth Lowe</b>	Emerging Markets, Developed Markets, Value/Dividend 20+ years	 <b>Andrew Mattock</b>	China, Emerging Markets, Core 30+ years
 <b>Peeyush Mittal</b>	Emerging Markets, India, Core 10+ years	 <b>Shane Neal</b>	Emerging Markets, Developed Markets 15+ years	 <b>Jason Ng</b>	China 3 years	 <b>Michael Oh</b>	Emerging Markets, Korea, Growth 20+ years	 <b>Matthew Othick</b>	Emerging Markets, Developed Markets 7 years

• Note: Years of experience in Emerging Markets / Asia investing as of January 2024



# Experienced Investment Team

Deep portfolio, analytical and strategic capabilities

Investing Focus	Experience in EM/Asia	Investing Focus	Experience in EM/Asia	Investing Focus	Experience in EM/Asia	Investing Focus	Experience in EM/Asia	Investing Focus	Experience in EM/Asia
 <b>Sojung Park</b>	Emerging Markets, Korea, Growth, Value/Dividend 10 years	 <b>Jose Rivera</b>	Emerging Markets, Developed Markets 15+ years	 <b>Andy Rothman</b>	China 35+ years	 <b>Inbok Song</b>	Emerging Markets, Core 15+ years	 <b>Jeremy Sutch</b>	Emerging Markets, India, Growth 25+ years
 <b>Shuntaro Takeuchi</b>	Japan, Developed Markets, Growth 15+ years	 <b>Sean Taylor</b>	Emerging Markets, Developed Markets, Value/Dividend 30+ years	 <b>Vivek Tanneeru</b>	Emerging Markets, Growth 15+ years	 <b>Alex Zarechnak</b>	Emerging Markets, Core 25+ years	 <b>Sherwood Zhang</b>	China, Value/Dividend 15+ years
 <b>Wenlin Zhao</b>	Sustainability, China, Japan 3 years	 <b>Hardy Zhu</b>	China, Growth 15+ years	 <b>Julia Zhu</b>	China 20+ years				

• Note: Years of experience in Emerging Markets / Asia investing as of January 2024



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# Investment Risk Management: Overview

Investment risk management at Matthews includes fundamental and macro considerations



The portfolio risk management process represents an effort to monitor and manage risk but does not imply low risk.

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# Deep Expertise across Trading, Operations and Compliance

30 years of market understanding, relationships and execution

## Enterprise Risk Management

- Oversight by Matthews Enterprise Risk and Compliance Committee, comprised of members of the executive team
- Maintain a culture of risk awareness and identify/ mitigate risks that impact our business and our clients
  - Reputational
  - Investment
  - Strategic
  - Operational
  - Regulatory
  - Service Provider and Business Partner
  - Business Contingency

## Portfolio Guidelines and Restrictions

- Compliance Technology Platform (CTP) ensures portfolio monitoring and guideline adherence
- CTP includes automated compliance system for pre-trade and batch checks, investment guideline coding, controls for IPO trade approvals, coordination of corrective actions and periodic independent reviews



## Deep, Proven Investment Infrastructure

- Straight-through processing from order entry through settlement and reconciliation
- Best-in-Class Technology infrastructure from trading to allocation to reconciliation and reporting

## Trade Execution and Oversight Across Global Markets

- Trade Management Oversight Committee supervises all aspects of our trading activities
- Includes broker selection, best execution, soft dollars, trade aggregation and allocation, and trade error reviews

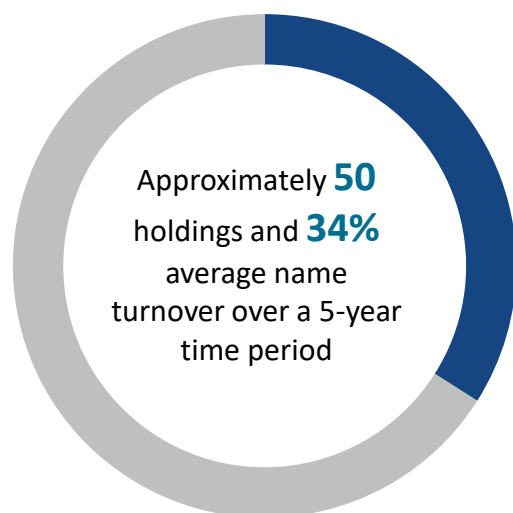
## Global Compliance Monitoring

- “Tone from the Top” starts at the executive level and flows down and across all employees to help create a positive culture of compliance at the firm
- Strong focus on governance, conflict management and risk identification with compliance policies and procedures spanning multiple jurisdictions and product types

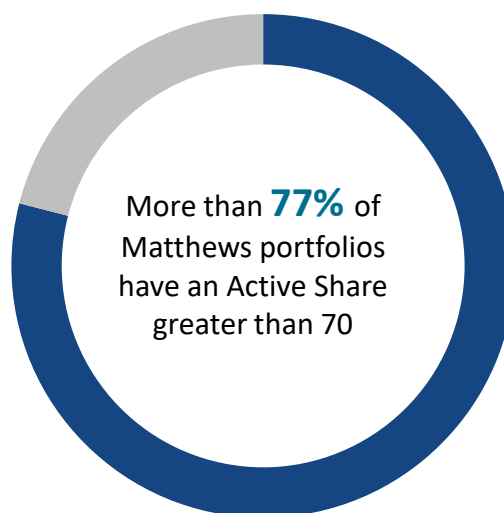


# Proven Active Performance

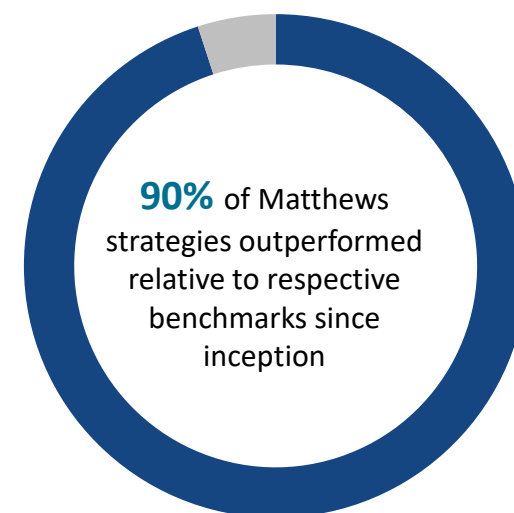
## High Conviction



## Highly Active



## Highly Effective



•The performance, active share, and holdings data presented are of a representative portfolio across all composites managed by Matthews. Average name turnover figures represent data for U.S. registered pooled vehicles only. The performance results are net of advisory and other fees. **Past performance is no guarantee of future results, which may vary.** Indices are unmanaged and shown for comparative purposes only. It is not possible to invest directly in an index. Matthews' products and services are publicly registered or available in certain jurisdictions only. A list of composite descriptions, a list of limited distributed pooled fund descriptions, and a list of broad description pooled funds are available upon request. Policies for valuing investments, calculating performance, and preparing GIPS Reports are available upon request. Performance, Holdings and Active Share data as of September 30, 2023; Name turnover as of December 31, 2022.

•Active Share is calculated by taking the absolute value of the difference between portfolio holdings and benchmark weights, summing all of these differences, and dividing by two. The calculation will result in an active share number between 0%, which indicates the portfolio perfectly replicates the benchmark, and 100%, which indicates there is no overlap whatsoever between the portfolio and the index.

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# Matthews Asia Dividend Fund



Investing in Chinese securities involve risks. Heightened risks related to the regulatory environment and the potential actions by the Chinese government could negatively impact performance. Investments involve risks, including possible loss of principal. Investments in international, emerging and frontier markets involve risks such as economic, social and political instability, market illiquidity, currency fluctuations, high levels of volatility, and limited regulation, which may adversely affect the value of the Fund's assets. Additionally, investing in emerging and frontier securities involves greater risks than investing in securities of developed markets, as issuers in these countries generally disclose less financial and other information publicly or restrict access to certain information from review by non-domestic authorities. Emerging and frontier markets tend to have less stringent and less uniform accounting, auditing and financial reporting standards, limited regulatory or governmental oversight, and limited investor protection or rights to take action against issuers, resulting in potential material risks to investors.

Investing in small- and mid-size companies is more risky than investing in larger companies as they may be more volatile and less liquid than large companies. In addition, single-country funds may be subject to a higher degree of market risk than diversified funds because of concentration in a specific industry, sector or geographic location. Pandemics and other public health emergencies can result in market volatility and disruption.



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# Fund Profile | Matthews Asia Dividend Fund

## FUND FACTS

### Inception Date

Investor Class: 10/31/06

Institutional Class: 10/29/10

### Ticker

Investor Class: MAPIX

Institutional Class: MIPIX

### Cap Range

All Cap

### Number of Holdings

50 to 80

### Turnover Range

20% to 40%

### Benchmark

MSCI All Country Asia Pacific Index

## Investment Objective

Total return with an emphasis on providing current income.

## Approach

Invest in companies that offer attractive dividend payments relative to their current share price and/or have the propensity to grow their dividends over a three-year period.

### Lead Managers



**ROBERT HORROCKS,**  
PhD



**KENNETH**  
**LOWE, CFA**

### Co-Managers



**WINNIE CHWANG**



**SIDDHARTH**  
**BHARGAVA**



**ELLI LEE**

There is no guarantee that the Matthews Asia Dividend Fund or the companies in its portfolio will pay or continue to pay dividends.  
***This presentation must be preceded or accompanied by a Matthews Asia Funds prospectus.***

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# Seasoned Asia Dividend Team with a Long-Term Track Record

Supported by Knowledge Platforms, Strategists, and On-the-Ground Resources

## ASIA DIVIDEND TEAM

○ Located in Asia  
○ Knowledge Platform Lead

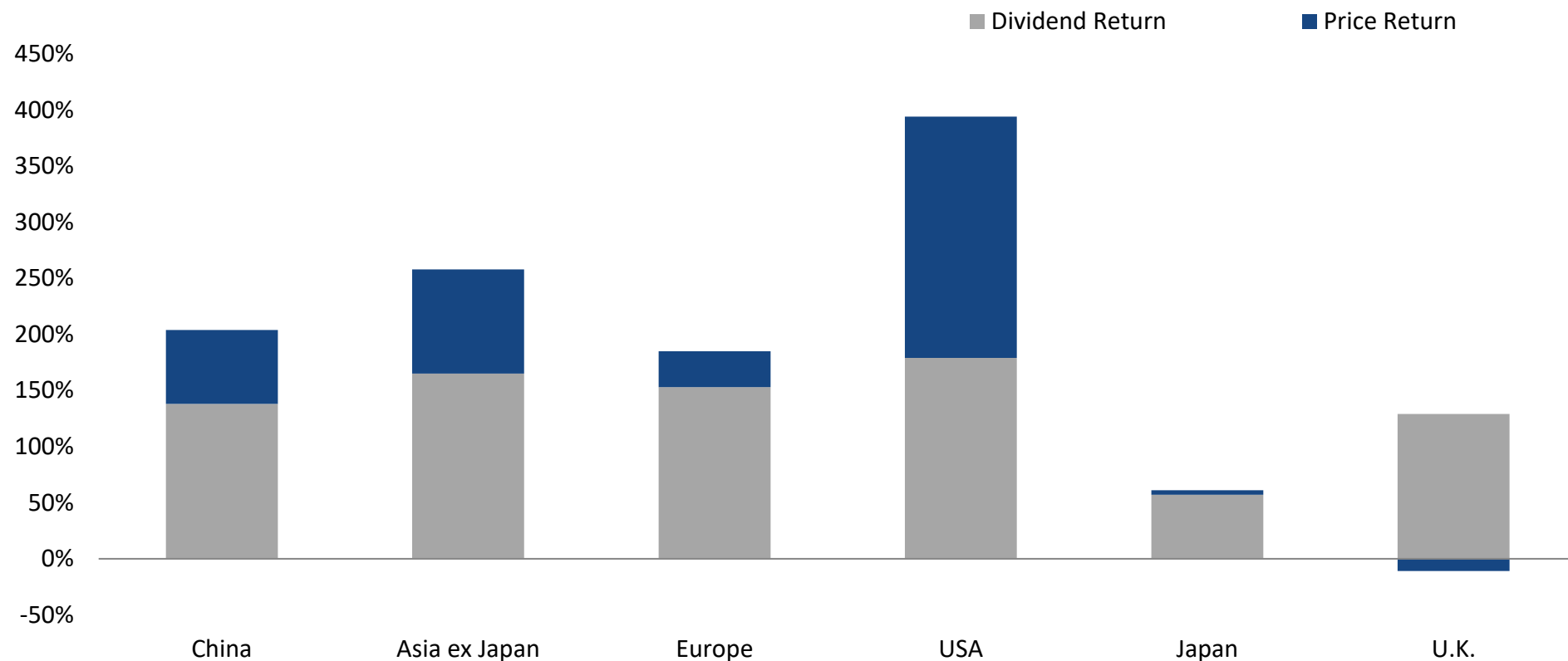
Portfolio Managers	 <b>Robert Horrocks, PhD</b> Lead Manager 30 years of exp.	 <b>Kenneth Lowe, CFA</b> Lead Manager 18 years of exp.	 <b>Winnie Chwang</b> Co Manager 20 years of exp.	Analyst	 <b>Donghoon Han<sup>†</sup></b> Portfolio Manager 14 years of exp.
	 <b>Siddharth Bhargava</b> Co Manager 19 years of exp.	 <b>Elli Lee</b> Co Manager 21 years of exp.			
Innovation Knowledge Platform	 <b>InBok Song</b> Portfolio Manager 19 years of exp.	 <b>Elli Lee</b> Portfolio Manager 21 years of exp.	 <b>Sojung Park</b> Portfolio Manager 15 years of exp.	 <b>Jason Ng</b> Research Analyst 11 years of exp.	
	 <b>Michael Oh, CFA</b> Portfolio Manager 24 years of exp.	 <b>Alex Zarechnak</b> Portfolio Manager 29 years of exp.	 <b>Donghoon Han</b> Portfolio Manager 14 years of exp.		
China Knowledge Platform	 <b>Andrew Mattock, CFA</b> Portfolio Manager 31 years of exp.	 <b>Winnie Chwang</b> Portfolio Manager 20 years of exp.	 <b>Hardy Zhu</b> Senior Research Analyst 17 years of exp.	 <b>Jason Ng</b> Research Analyst 11 years of exp.	 <b>Sherwood Zhang, CFA</b> Portfolio Manager 23 years of exp.
India Knowledge Platform	 <b>Peeyush Mittal, CFA</b> Portfolio Manager 15 years of exp.	 <b>Siddharth Bhargava</b> Portfolio Manager 19 years of exp.	 <b>Jeremy Sutch, CFA</b> Portfolio Manager 29 years of exp.	 <b>Swagato Ghosh</b> Portfolio Manager 11 years of exp.	 <b>Jason Ng</b> Research Analyst 11 years of exp.
Taiwan/ ASEAN Knowledge Platform	 <b>InBok Song</b> Portfolio Manager 19 years of exp.	 <b>Alex Zarechnak</b> Portfolio Manager 29 years of exp.	 <b>Jeremy Sutch, CFA</b> Portfolio Manager 29 years of exp.	 <b>Jason Ng</b> Research Analyst 11 years of exp.	
Korea Knowledge Platform	 <b>Elli Lee</b> Portfolio Manager 21 years of exp.	 <b>Sojung Park</b> Portfolio Manager 15 years of exp.			

<sup>†</sup>Note: Donghoon Han is a Portfolio Manager at Matthews Asia and serves as an analyst on the Asia Dividend Strategy  
Note: Years of industry experience as of January 2024



# Dividends Contribute to Total Return

Breakdown of total returns (MSCI Indices, 2000 – 2023)



US\$ returns.

Time period: December 31, 1999 – December 31, 2023

**Past performance is no guarantee of future results.** Indexes are unmanaged and it is not possible to invest directly in an index.

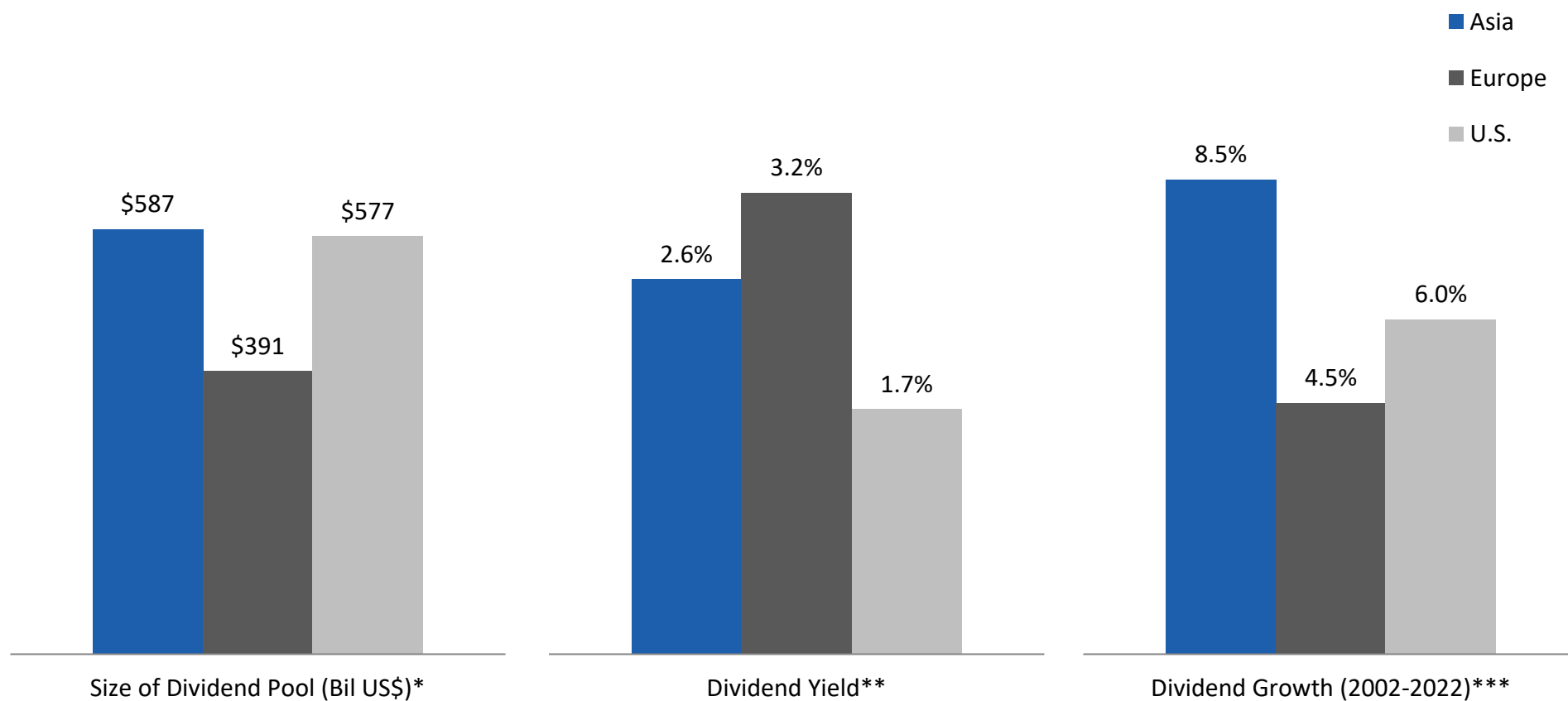
Source: FactSet Research Systems



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# Dividends—How Asia Compares to Europe and the U.S.



\*2020 dividends by index members as of December 31, 2022; Europe (Bloomberg European 500 Index), Asia Pacific (MSCI AC Asia Pacific Index), U.S. (S&P 500 Index).

\*\*Trailing Dividend yield estimates for 2023 as of 12/31/23 based on FactSet aggregates.

\*\*\* Compound annual growth rate (CAGR) based on index constituents of Europe (Bloomberg European 500 Index), Asia Pacific (MSCI AC Asia Pacific Index), U.S. (S&P 500 Index) as of 12/31/02, excluding those that are no longer in existence as of fiscal year 2020.

Sources: FactSet Research Systems, MSCI, S&P, Bloomberg

**Past performance is no guarantee of future results. Indexes are unmanaged and it is not possible to invest directly in an index.**

Sources: FactSet Research Systems, MSCI, S&P, Bloomberg

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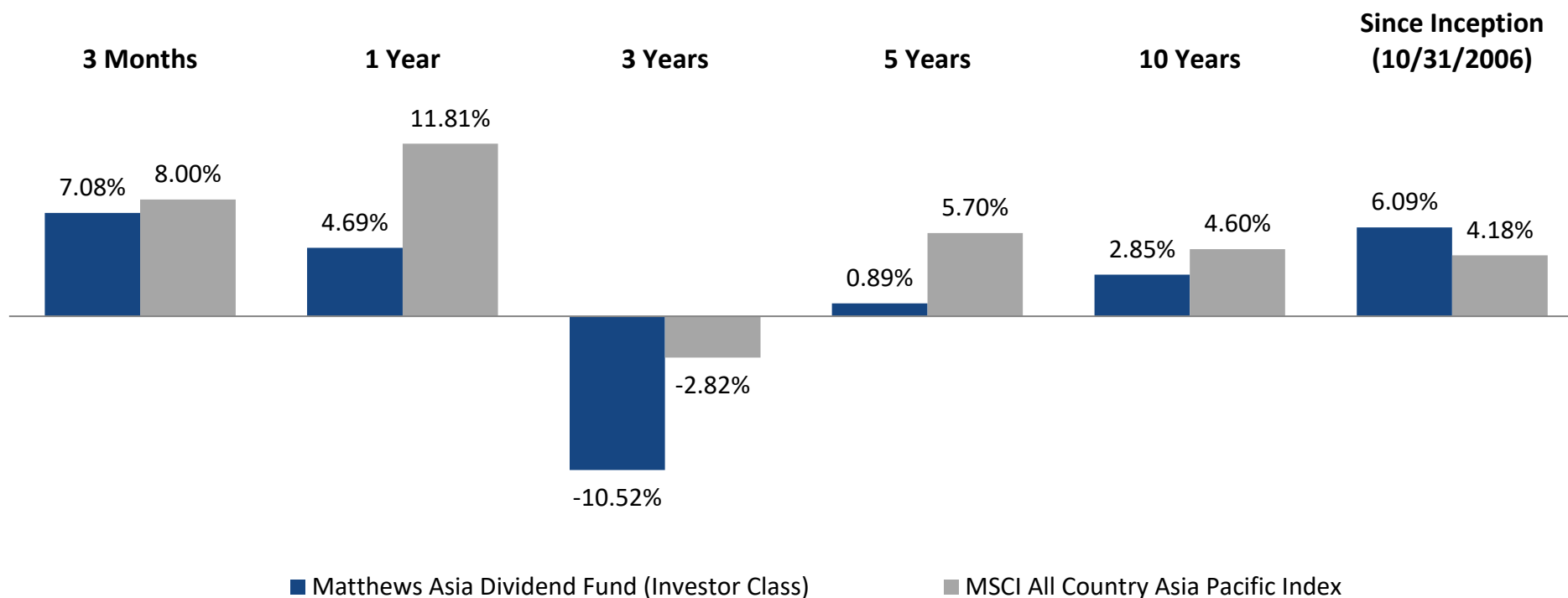
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# Investment Returns | Matthews Asia Dividend Fund

As of December 31, 2023

## AVERAGE ANNUAL TOTAL RETURNS



Assumes reinvestment of all dividends and/or distributions before taxes. 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 their original cost. Current performance may be lower or higher than the return figures quoted. Returns would have been lower if certain of the Fund's fees and expenses had not been waived. For the Fund's most recent month-end performance visit [matthewsasiasia.com](http://matthewsasiasia.com). Indexes are unmanaged and it is not possible to invest directly in an index. Please refer to disclosures for index definition.

Index since inception value calculated from 10/31/2006  
Sources: BNY Mellon Investment Servicing, Bloomberg, Matthews Asia

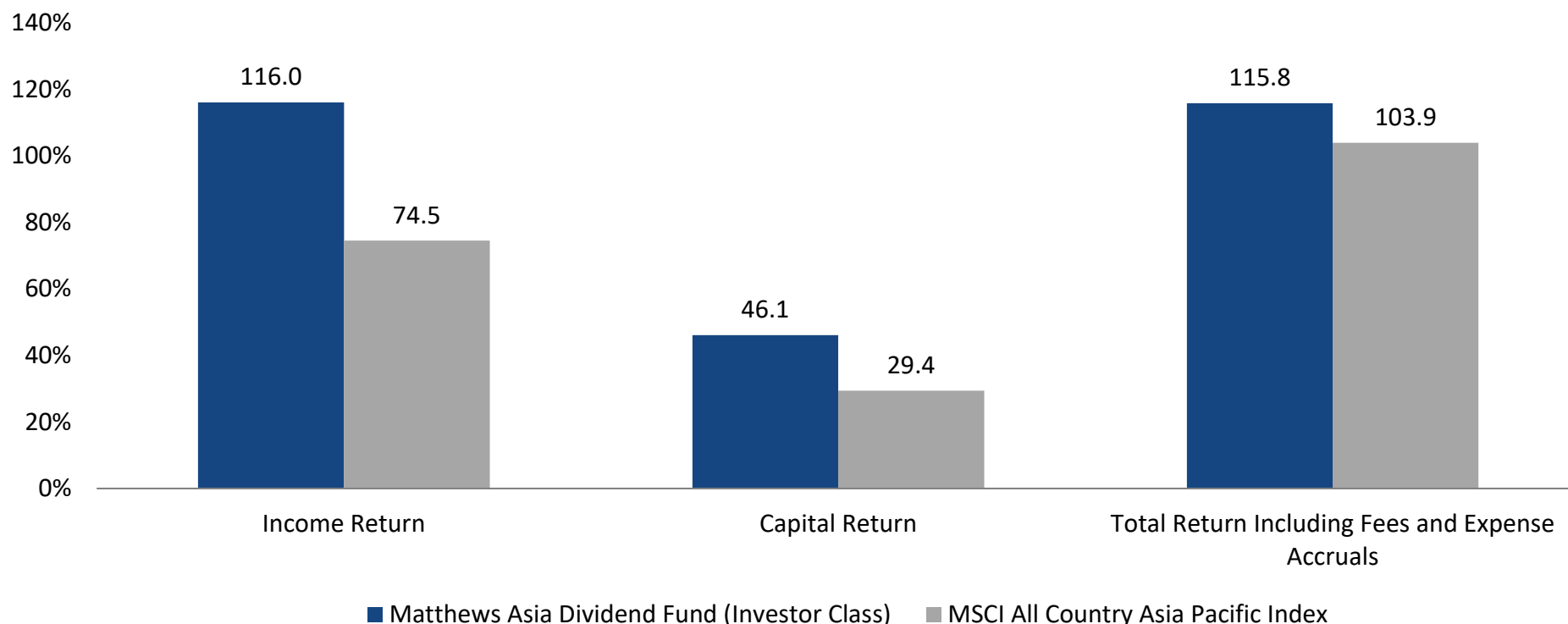




# Matthews Asia Dividend Fund vs. MSCI AC Asia Pacific Index Return Breakout

October 31, 2006 through December 31, 2023

Cumulative Return



**Past performance is no guarantee of future results.** Returns are calculated with a holdings-based methodology using software supplied by FactSet Research Systems, Inc. Income Return and Capital Return are for positions only and exclude fees and expense accruals. Returns will not equate to the standard, published performance for the Fund. The characteristics shown may not be representative of the Fund's current or future investments. Indexes are unmanaged and it is not possible to invest directly in an index. Please refer to the disclosures for index definition.

Source: FactSet Research Systems, Inc.

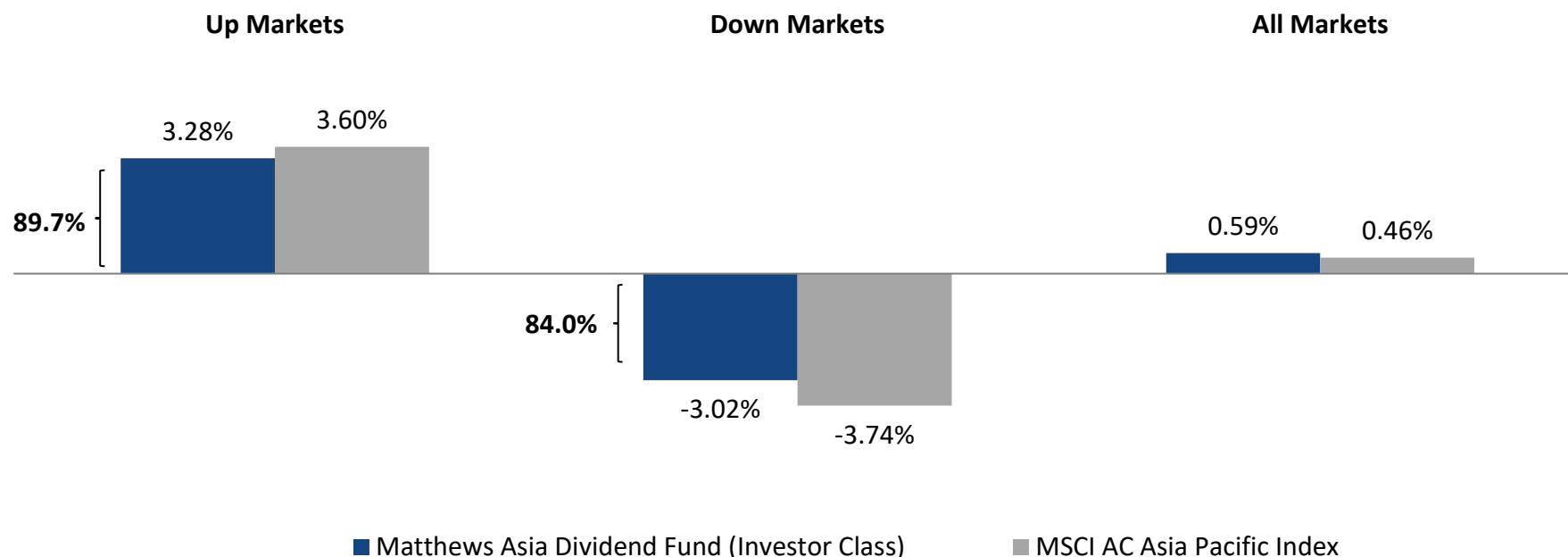


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# Historical Results | Matthews Asia Dividend Fund

Attempts to offer more stable means to Asia's growth while striving to limit the downside

## UPSIDE/DOWNSIDE CAPTURE OCTOBER 31, 2006 TO DECEMBER 31, 2023



The up and down capture is a measure of how well a manager was able to replicate or improve on phases of positive average monthly benchmark returns, and how adversely the manager was affected by phases of negative average monthly benchmark returns. Inception to date, the Fund had a 89.7% upside capture and a 84.0% downside capture.

**Returns reflect performance in the Investor Share Class. Assumes reinvestment of all dividends and/or distributions before taxes. 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 their original cost. Current performance may be lower or higher than the return figures quoted. Returns would have been lower if certain of the Fund's fees and expenses had not been waived. For the Fund's most recent month-end performance visit [matthewsasias.com](https://matthewsasias.com). Indexes are unmanaged and it is not possible to invest directly in an index. Please refer to the disclosure for index definitions.**

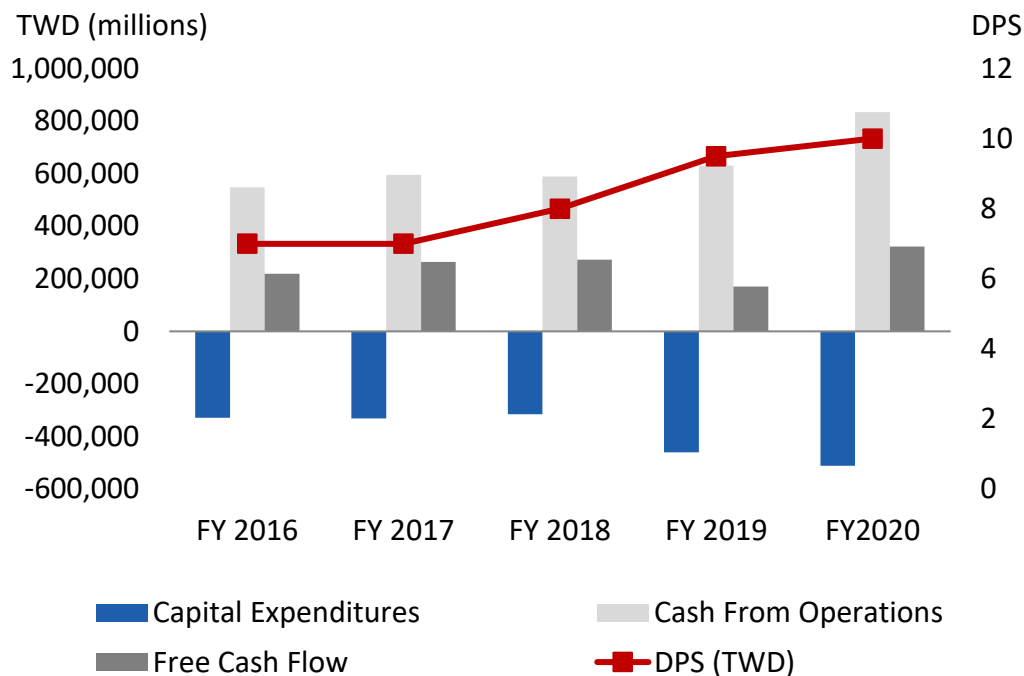
Sources: Morningstar, Zephyr StyleADVISOR



# Case Study | Taiwan Semiconductor Manufacturing Co. (TSMC)

Historically steady dividend payer

## CASH FLOW GENERATION



## ABILITY TO PAY DIVIDEND

- Global leader in leading edge semiconductor manufacturing located in Taiwan
- Well positioned for advanced semiconductors used in mobile devices and data centers
- High pricing power and cash flow visibility throughout cycle

## WILLINGNESS TO PAY DIVIDEND

- The company paid out between 50% and 70% of earnings in dividends over the past five years (2016 to 2020)

## DIVIDEND YIELD

- Dividend yield is 2.45%\*

\*Dividend Yield figure from Bloomberg as 12/31/2022

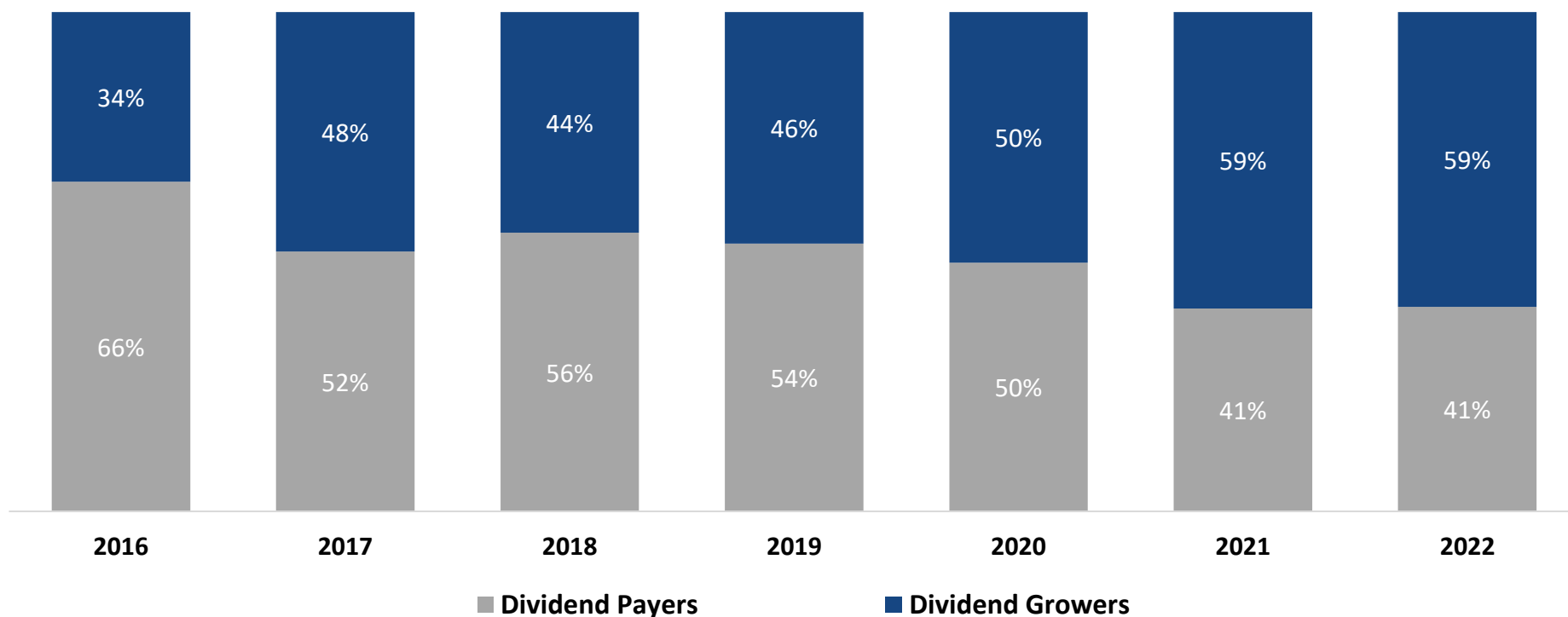
There is no guarantee that a company will maintain or grow its dividend pay-out ratio, or pay dividends. The information in this case study is presented solely to illustrate Matthews Asia's investment process. It should not be considered a recommendation of the security discussed (the "Security"), nor a representation as to whether the Security is currently held by the Fund. The results of any possible investment in the Security are not representative of the results of other investments by the Fund. Performance of the Fund and a list of current holdings as of a recent date are available at [matthewsasiasia.com](http://matthewsasiasia.com). **Past performance is no guarantee of future results.** The statements above are based on the beliefs and assumptions of our portfolio management team and on the information currently available to our team at the time of such statements. Although we believe that the expectations reflected in these statements are reasonable, we can give no assurance that these expectations will prove to be correct.

Sources: Bloomberg, Matthews Asia



# Evolution of the Matthews Asia Dividend Portfolio

## DIVIDEND PAYERS & GROWERS FOR ASIA DIVIDEND PORTFOLIO



Information provided is for all holdings in the Matthews Asia Dividend portfolio as of December 31 for each respective year. Matthews Asia defines the categories of dividend payers and dividend growers based on qualitative assessments. **Dividend payers** include companies with stable cash flow business models and high payout ratios, companies with high dividend yields that Matthews Asia believes have ability to maintain their absolute dividend payment over the medium term, and companies in business turnaround situations that Matthews Asia believes are conducive for high dividend payout in the future. **Dividend growers** include companies with low present dividend payout ratios and high future dividend growth that Matthews Asia believes are supported by high cash flow growth and shareholder return policy enhancement in the future.

There is no guarantee that future dividend growth will be achieved. There is no guarantee that the composition of the portfolio will remain unchanged or that the companies in the portfolio will achieve their forecasted dividend growth rate, maintain or grow their dividend pay-out ratio, or pay dividends. Past yields are no guarantee of future yields.

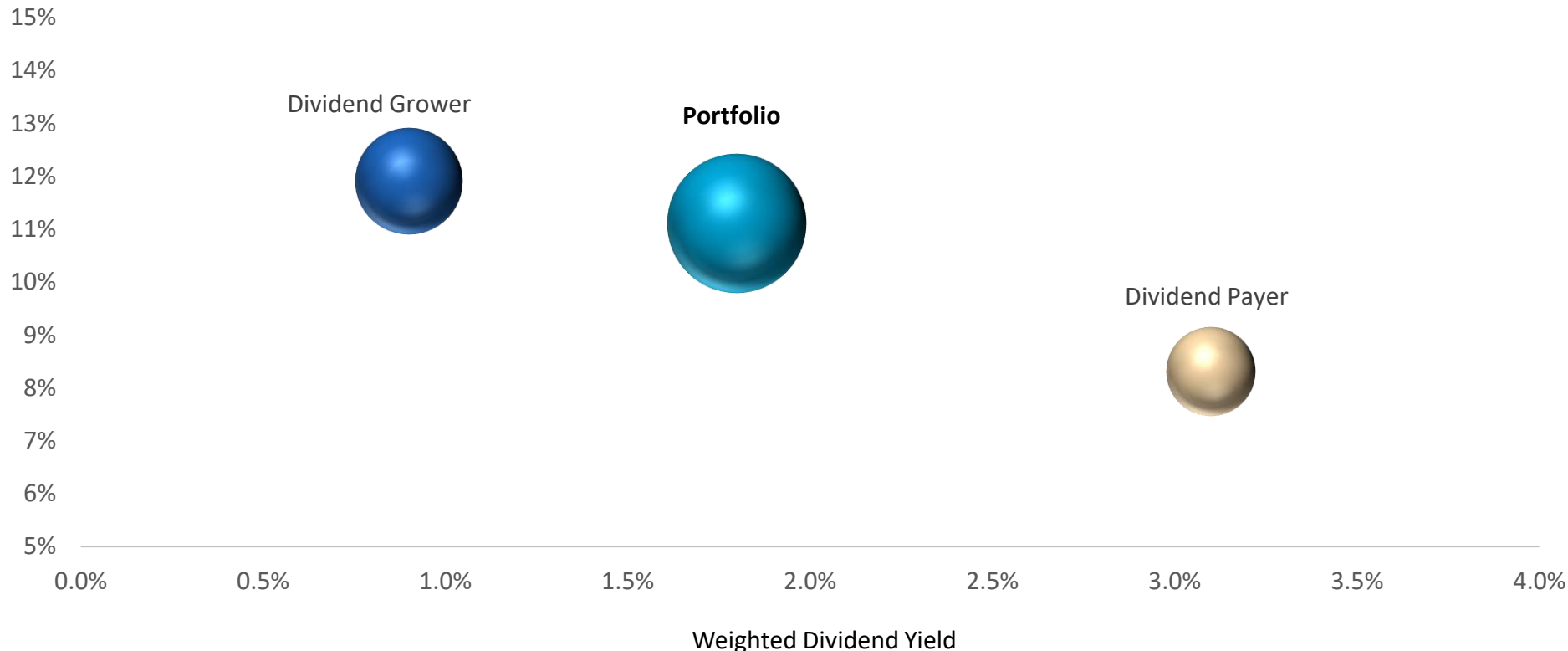
Source: Matthews Asia



# Matthews Asia Dividend Fund Balances Dividend Yield and Growth

## DIVIDEND YIELD VS. DIVIDEND GROWTH

3 Year Forward Dividend Growth



Bubble sizes are in proportion to the aggregate portfolio weight of individual positions as of December 31, 2022, grouped into either the dividend grower or dividend payer category. Center point of each bubble represents the average grouping's weighted average trailing dividend yield as of December 31, 2022 and its estimated 3-year annual dividend growth rate. Estimated 3-year dividend growth rate was calculated as of December 31, 2022 using data from Bloomberg and our proprietary estimates and is forward looking. Only portfolio holdings with positive trailing 12 months yield are included in the figure. There is no guarantee that future dividend growth will be achieved. There is no guarantee that the composition of the portfolio will remain unchanged or that the companies in the portfolio will achieve their forecasted dividend growth rate, maintain or grow their dividend pay-out ratio, or pay dividends. Past yields are no guarantee of future yields.

Sources: Bloomberg, Matthews Asia



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# Matthews Asia Dividend Fund Investment Process



1. Actionable Research Universe	<ul style="list-style-type: none"> <li>— All-cap universe of approximately 13,200 dividend-paying companies</li> <li>— Market cap over US\$1BN, average trading volume over US\$5MN</li> <li>— Screening down to approximately 2,800 stocks</li> <li>— Plus: newly listed stocks set to initiate dividends in the near future</li> </ul>
2. Idea Generation	<ul style="list-style-type: none"> <li>— Quantitative screens</li> <li>— Management meetings and research trips</li> <li>— Collaboration with country and sector knowledge platforms</li> </ul>
3. Fundamental Analysis	<ul style="list-style-type: none"> <li>— Defendable business models and attractive growth</li> <li>— Favorable industry positioning and competitive landscape</li> <li>— Ability to generate cash flow to support dividend distribution</li> <li>— Strength of balance sheet to endure business cycles</li> </ul>
4. Corporate Governance Evaluation through Dividend Lens	<ul style="list-style-type: none"> <li>— Dividend policy consistent with business model and growth stage</li> <li>— Management team incentives and shareholder interest alignment</li> <li>— Ability to generate sustainable free cash flow to support dividends</li> <li>— Intention to improve on shareholder return policies</li> </ul>
5. Portfolio Construction	<ul style="list-style-type: none"> <li>— Generally balanced allocation between dividend growers and payers</li> <li>— Flexibility to tilt exposure based on macro environment and relative valuation</li> <li>— Typical position size: 1.5%-3%, depending on market capitalization</li> </ul>
6. Sell Discipline	<ul style="list-style-type: none"> <li>— Total return of capital appreciation and dividend income no longer meets our expectations</li> <li>— Material corporate governance breaches</li> <li>— Negative change in long-term ability or willingness to pay dividends</li> </ul>

Parameters set by Matthews Asia are subject to change and may differ from the fundamental policy of the Fund.

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# Competitive Returns | Matthews Asia Dividend Fund

As of December 31, 2023

## AVERAGE ANNUAL TOTAL RETURNS

	Year to Date	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Date
Investor Class (MAPIX)	4.69%	4.69%	-10.52%	0.89%	2.85%	6.09%	10/31/06
Institutional Class (MIPIX)	4.77%	4.77%	-10.44%	0.99%	2.96%	4.03%	10/29/10
MSCI All Country Asia Pacific Index	11.81%	11.81%	-2.82%	5.70%	4.60%	4.18% <sup>1</sup>	
Lipper International Equity Income Funds Category Average	16.36%	16.36%	4.65%	6.87%	3.48%	4.08% <sup>1</sup>	

<sup>1</sup> As of 10/31/2006

Assumes reinvestment of all dividends and/or distributions before taxes. 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 their original cost. Current performance may be lower or higher than the return figures quoted. Returns would have been lower if certain of the Fund's fees and expenses had not been waived. For the Fund's most recent month-end performance visit [matthewsasiasia.com](http://matthewsasiasia.com). Indexes are unmanaged and it is not possible to invest directly in an index. Please refer to disclosures for index definition.

The Lipper Category Average does not reflect sales charges and is based on total return, including reinvestment of dividends and capital gains, for the stated periods.

Sources: BNY Mellon Investment Servicing, Bloomberg, Matthews Asia

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# Portfolio Characteristics | Matthews Asia Dividend Fund

As of December 31, 2023

## MARKET CAP EXPOSURE (%)

	Fund	Benchmark	Difference
Mega Cap (over \$25B)	51.6	59.8	-8.2
Large Cap (\$10B-\$25B)	20.9	22.5	-1.6
Mid Cap (\$3B-\$10B)	19.2	16.9	2.3
Small Cap (under \$3B)	10.6	0.8	9.8
Liabilities in Excess of Cash and Other Assets	-2.2	0.0	-2.2

**Benchmark: MSCI All Country Asia Pacific Index**

## PORTFOLIO CHARACTERISTICS

	Fund
Assets	\$1.1 billion
Weighted Average Market Cap	\$77.5 billion
P/E using FY1 Estimates*	16.0x
P/E using FY2 Estimates*	14.2x
30-Day SEC Yield**	2.45% Investor Class, (2.45% excluding expense waiver) 2.10% Inst'l Class, (2.10% excluding expense waiver)
Dividend Yield***	2.97%

\*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 30-Day SEC Yield represents net investment income earned by the Fund over the 30-day period ended December 31, 2023, expressed as an annual percentage rate based on the Fund's share price at the end of the 30-day period. The 30-Day SEC Yield should be regarded as an estimate of the Fund's rate of investment income, and it may not equal the Fund's actual income distribution rate. Information provided is unaudited. **Past yields are no guarantee of future yields.** Source: BNY Mellon Investment Servicing

\*\*\*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 annualized 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. **Past yields are no guarantee of future yields.**

The information contained in this presentation does not, in any way, constitute investment advice.

Portfolio characteristics for the Fund may vary from time to time from what is shown.

Sources: FactSet Research Systems, Inc., Bloomberg, Matthews Asia



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# Portfolio Characteristics | Matthews Asia Dividend Fund

As of December 31, 2023

## COUNTRY ALLOCATION (%)

	Fund	Benchmark	Difference
Japan	31.9	33.1	-1.2
China/Hong Kong	26.6	20.3	6.3
Australia	10.4	11.2	-0.8
Taiwan	8.9	10.2	-1.3
India	8.3	10.8	-2.5
South Korea	6.5	8.3	-1.8
Singapore	3.5	2.1	1.4
Indonesia	2.5	1.2	1.3
Thailand	1.6	1.1	0.5
Vietnam	1.5	0.0	1.5
Bangladesh	0.5	0.0	0.5
Malaysia	0.0	0.9	-0.9
Philippines	0.0	0.4	-0.4
New Zealand	0.0	0.3	-0.3
Macau	0.0	0.1	-0.1
Liabilities In Excess of Cash and Other Assets	-2.2	0.0	-2.2

## SECTOR ALLOCATION (%)

	Fund	Benchmark	Difference
Financials	20.2	19.1	1.1
Information Technology	17.6	19.3	-1.7
Consumer Discretionary	14.0	14.7	-0.7
Communication Services	11.4	7.8	3.6
Consumer Staples	10.7	5.1	5.6
Industrials	10.4	12.2	-1.8
Real Estate	5.0	3.4	1.6
Materials	3.8	7.4	-3.6
Health Care	3.6	6.1	-2.5
Utilities	3.5	2.0	1.5
Energy	2.0	2.9	-0.9
Liabilities In Excess of Cash and Other Assets	-2.2	0.0	-2.2

**Benchmark: MSCI All Country Asia Pacific Index**

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Sources: FactSet Research Systems, Inc., Matthews Asia

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# Top Ten Holdings | Matthews Asia Dividend Fund

As of December 31, 2023

Company	Sector	Country	%
Taiwan Semiconductor Manufacturing Co., Ltd.	Information Technology	Taiwan	4.7
ITOCHU Corp.	Industrials	Japan	2.8
HDFC Bank, Ltd.	Financials	India	2.7
PT Bank Rakyat Indonesia Persero Tbk	Financials	Indonesia	2.5
Samsung Electronics Co., Ltd.	Information Technology	South Korea	2.5
ORIX Corp.	Financials	Japan	2.4
AIA Group, Ltd.	Financials	China/Hong Kong	2.3
Tokio Marine Holdings, Inc.	Financials	Japan	2.3
Tencent Holdings, Ltd.	Communication Services	China/Hong Kong	2.2
Shin-Etsu Chemical Co., Ltd.	Materials	Japan	2.2
<b>Total for Top 10</b>			<b>26.6%</b>

This information does not, in any way, constitute investment advice. Portfolio holdings may vary from time to time from what is shown. It should not be assumed that any investment in the securities listed was or will be profitable. The information does not constitute a recommendation to buy or sell any securities mentioned.

Sources: BNY Mellon Investment Servicing, Matthews Asia

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# Attribution by Country | Matthews Asia Dividend Fund

## Fourth Quarter 2023

Published Portfolio Return <sup>1</sup>	7.08%
Published Benchmark Return	8.00%
Published Relative Return <sup>2</sup>	-0.92%
Attributable Portfolio Return	7.15%
Attributable Relative Return	-0.86%

- 1 Published portfolio return represents that of the Investor Share Class.
- 2 The published relative return is calculated as the difference of the published benchmark return from the published portfolio return.

Benchmark: MSCI All Country Asia Pacific Index

The attribution report shows the extent to which the portfolio manager's strategies affect a fund's performance relative to the performance of the fund's benchmark index. Allocation Effect shows the effect on fund performance of either over- or under-weighting a market (a sector, country or region, depending on the type of fund) relative to its benchmark. Selection + Interaction Effect shows how the decision to hold individual securities within the particular sector, country or region performed relative to the benchmark.

Attributed performance is calculated using FactSet Research Systems, Inc. The methodology of calculation is different from the published NAV and will not match performance based on the published NAV. Performance shown is historical and no guarantee of future results. Current performance may be lower or higher. Returns current to the most recent month-end are available at [matthewsasiasia.com](http://matthewsasiasia.com). Investment returns and principal value will fluctuate so that when redeemed, shares may be worth more or less than their original cost. Benchmark performance is unaudited.

Please refer to the disclosures for index definition. Unassigned may include fees, expense accruals, offsets, warrants and rights.

	Average Portfolio Wt	Average Benchmark Wt	Allocation Effect	Selection + Interaction Effect	Total Effect
<b>Total</b>	<b>100.00</b>	<b>100.00</b>	<b>-1.36</b>	<b>0.50</b>	<b>-0.86</b>
<b>Japan</b>	30.88	33.30	0.02	0.87	0.89
<b>Indonesia</b>	2.41	1.22	-0.07	0.19	0.12
<b>Thailand</b>	1.56	1.16	-0.02	0.10	0.09
<b>Singapore</b>	3.42	2.07	-0.04	0.09	0.05
<b>Malaysia</b>	0.00	0.89	0.03	0.00	0.03
<b>Macau</b>	0.00	0.12	0.02	0.00	0.02
<b>Philippines</b>	0.00	0.40	0.01	0.00	0.01
<b>India</b>	8.26	10.32	-0.06	0.05	-0.02
<b>New Zealand</b>	0.00	0.29	-0.02	0.00	-0.02
<b>Bangladesh</b>	0.47	0.00	-0.04	0.00	-0.04
<b>Vietnam</b>	1.50	0.00	-0.06	0.00	-0.06
<b>Australia</b>	9.79	10.69	-0.04	-0.31	-0.36
<b>South Korea</b>	6.36	7.97	-0.10	-0.28	-0.38
<b>China/Hong Kong</b>	26.73	21.71	-0.52	0.12	-0.41
<b>Taiwan</b>	8.27	9.86	-0.13	-0.33	-0.46
<b>Cash</b>	0.64	0.00	-0.07	0.00	-0.07
<b>Unassigned</b>	-0.29	0.00	-0.26	0.00	-0.26



# Attribution by Sector | Matthews Asia Dividend Fund

## Fourth Quarter 2023

Published Portfolio Return <sup>1</sup>	7.08%
Published Benchmark Return	8.00%
Published Relative Return <sup>2</sup>	-0.92%
Attributable Portfolio Return	7.15%
Attributable Relative Return	-0.86%

1 Published portfolio return represents that of the Investor Share Class.

2 The published relative return is calculated as the difference of the published benchmark return from the published portfolio return.

### Benchmark: MSCI All Country Asia Pacific Index

The attribution report shows the extent to which the portfolio manager's strategies affect a fund's performance relative to the performance of the fund's benchmark index. Allocation Effect shows the effect on fund performance of either over- or under-weighting a market (a sector, country or region, depending on the type of fund) relative to its benchmark. Selection + Interaction Effect shows how the decision to hold individual securities within the particular sector, country or region performed relative to the benchmark.

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	Average Portfolio Wt	Average Benchmark Wt	Allocation Effect	Selection + Interaction Effect	Total Effect
<b>Total</b>	<b>100.00</b>	<b>100.00</b>	<b>-0.72</b>	<b>-0.14</b>	<b>-0.86</b>
<b>Health Care</b>	3.93	6.12	0.01	0.34	0.36
<b>Financials</b>	19.22	19.45	0.00	0.33	0.33
<b>Real Estate</b>	4.73	3.38	0.00	0.27	0.28
<b>Energy</b>	1.89	2.93	0.06	0.22	0.27
<b>Utilities</b>	3.43	2.01	0.04	0.03	0.07
<b>Materials</b>	3.45	7.03	-0.21	0.27	0.06
<b>Industrials</b>	10.19	12.18	0.02	-0.11	-0.08
<b>Consumer Staples</b>	10.42	5.26	-0.24	-0.01	-0.25
<b>Communication Services</b>	11.50	8.09	-0.18	-0.29	-0.47
<b>Information Technology</b>	17.25	18.42	-0.10	-0.44	-0.54
<b>Consumer Discretionary</b>	13.66	15.11	0.11	-0.67	-0.56
<b>Cash</b>	0.64	0.00	-0.07	0.00	-0.07
<b>Unassigned</b>	-0.29	0.00	-0.18	-0.08	-0.26



# Attribution by Country | Matthews Asia Dividend Fund

One Year December 31, 2022 to December 31, 2023

Published Portfolio Return <sup>1</sup>	4.69%
Published Benchmark Return	11.81%
Published Relative Return <sup>2</sup>	-7.12%
Attributable Portfolio Return	5.05%
Attributable Relative Return	-6.76%

1 Published portfolio return represents that of the Investor Share Class.

2 The published relative return is calculated as the difference of the published benchmark return from the published portfolio return.

Benchmark: MSCI All Country Asia Pacific Index

The attribution report shows the extent to which the portfolio manager's strategies affect a fund's performance relative to the performance of the fund's benchmark index. Allocation Effect shows the effect on fund performance of either over- or under-weighting a market (a sector, country or region, depending on the type of fund) relative to its benchmark. Selection + Interaction Effect shows how the decision to hold individual securities within the particular sector, country or region performed relative to the benchmark.

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	Average Portfolio Wt	Average Benchmark Wt	Allocation Effect	Selection + Interaction Effect	Total Effect
<b>Total Portfolio</b>	<b>100</b>	<b>100</b>	<b>-2.84</b>	<b>-3.92</b>	<b>-6.76</b>
<b>Australia</b>	9.27	10.98	0.04	0.28	0.33
<b>Vietnam</b>	2.85	0.00	0.33	0.00	0.33
<b>Indonesia</b>	2.20	1.23	-0.05	0.33	0.28
<b>Malaysia</b>	0.00	0.91	0.15	0.00	0.15
<b>Thailand</b>	1.65	1.27	-0.09	0.18	0.08
<b>Macau</b>	0.00	0.14	0.04	0.00	0.04
<b>New Zealand</b>	0.00	0.30	0.02	0.00	0.02
<b>South Korea</b>	5.63	7.80	-0.30	0.17	-0.13
<b>Bangladesh</b>	0.68	0.00	-0.14	0.00	-0.14
<b>Philippines</b>	0.20	0.43	0.02	-0.21	-0.19
<b>Singapore</b>	3.31	2.14	-0.04	-0.24	-0.29
<b>India</b>	7.55	9.28	-0.13	-0.86	-0.99
<b>Taiwan</b>	7.26	9.58	-0.53	-0.51	-1.04
<b>Japan</b>	30.20	32.73	0.03	-1.15	-1.12
<b>China/Hong Kong</b>	27.31	23.22	-0.76	-1.90	-2.65
<b>Cash</b>	2.23	0.00	-0.29	0.00	-0.29
<b>Unassigned</b>	-0.34	0.00	-1.15	0.00	-1.15



# Attribution by Sector | Matthews Asia Dividend Fund

One Year December 31, 2022 to December 31, 2023

Published Portfolio Return <sup>1</sup>	4.69%
Published Benchmark Return	11.81%
Published Relative Return <sup>2</sup>	-7.12%
Attributable Portfolio Return	5.05%
Attributable Relative Return	-6.76%

<sup>1</sup> Published portfolio return represents that of the Investor Share Class.

<sup>2</sup> The published relative return is calculated as the difference of the published benchmark return from the published portfolio return.

**Benchmark: MSCI All Country Asia Pacific Index**

The attribution report shows the extent to which the portfolio manager's strategies affect a fund's performance relative to the performance of the fund's benchmark index. Allocation Effect shows the effect on fund performance of either over- or under-weighting a market (a sector, country or region, depending on the type of fund) relative to its benchmark. Selection + Interaction Effect shows how the decision to hold individual securities within the particular sector, country or region performed relative to the benchmark.

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Please refer to the disclosures for index definition. Unassigned may include fees, expense accruals, offsets, warrants and rights.

	Average Portfolio Wt	Average Benchmark Wt	Allocation Effect	Selection + Interaction Effect	Total Effect
<b>Total Portfolio</b>	<b>100.00</b>	<b>100.00</b>	<b>-0.81</b>	<b>-5.95</b>	<b>-6.76</b>
<b>Information Technology</b>	16.37	17.76	-0.21	1.13	0.93
<b>Utilities</b>	2.21	2.02	0.40	0.23	0.63
<b>Energy</b>	1.62	2.94	0.13	0.21	0.34
<b>Financials</b>	17.12	19.19	0.31	-0.12	0.18
<b>Materials</b>	3.25	7.21	-0.21	0.37	0.17
<b>Communication Services</b>	10.96	8.34	-0.31	0.27	-0.04
<b>Consumer Staples</b>	9.48	5.57	-0.48	0.04	-0.44
<b>Health Care</b>	5.32	6.38	0.12	-0.85	-0.73
<b>Real Estate</b>	5.37	3.56	-0.30	-0.72	-1.02
<b>Industrials</b>	10.88	12.19	-0.08	-1.97	-2.05
<b>Consumer Discretionary</b>	15.53	14.81	0.40	-3.73	-3.33
<b>Cash</b>	2.23	0.00	-0.29	0.00	-0.29
<b>Unassigned</b>	-0.34	0.03	-0.30	-0.81	-1.11



# Attribution by Country | Matthews Asia Dividend Fund

Three Years December 31, 2020 to December 31, 2023

Published Portfolio Return <sup>1</sup>	-10.52%
Published Benchmark Return	-2.82%
Published Relative Return <sup>2</sup>	-7.70%
Attributable Portfolio Return	-10.03%
Attributable Relative Return	-7.34%

1 Published portfolio return represents that of the Investor Share Class.

2 The published relative return is calculated as the difference of the published benchmark return from the published portfolio return.

**Benchmark: MSCI All Country Asia Pacific Index**

The attribution report shows the extent to which the portfolio manager's strategies affect a fund's performance relative to the performance of the fund's benchmark index. Allocation Effect shows the effect on fund performance of either over- or under-weighting a market (a sector, country or region, depending on the type of fund) relative to its benchmark. Selection + Interaction Effect shows how the decision to hold individual securities within the particular sector, country or region performed relative to the benchmark.

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Please refer to the disclosures for index definition. Unassigned may include fees, expense accruals, offsets, warrants and rights.

	Average Portfolio Wt	Average Benchmark Wt	Allocation Effect	Selection + Interaction Effect	Total Effect
<b>Total Portfolio</b>	<b>100</b>	<b>100</b>	<b>-2.42</b>	<b>-4.91</b>	<b>-7.34</b>
<b>Indonesia</b>	1.84	1.09	0.07	0.07	0.14
<b>Philippines</b>	1.19	0.45	0.04	0.00	0.04
<b>Thailand</b>	1.07	1.23	-0.06	0.09	0.04
<b>Malaysia</b>	0.00	0.92	0.02	0.00	0.02
<b>New Zealand</b>	0.00	0.30	0.02	0.00	0.02
<b>Singapore</b>	4.17	1.90	0.10	-0.08	0.01
<b>Macau</b>	0.00	0.13	0.01	0.00	0.01
<b>Pakistan</b>	0.00	0.00	0.00	0.00	0.00
<b>Bangladesh</b>	1.01	0.00	-0.08	0.00	-0.08
<b>South Korea</b>	6.06	8.03	0.07	-0.19	-0.12
<b>India</b>	5.76	8.38	-0.41	0.17	-0.23
<b>Australia</b>	8.73	10.58	-0.08	-0.28	-0.36
<b>Vietnam</b>	5.55	0.00	-0.42	0.00	-0.42
<b>Taiwan</b>	5.32	9.49	-0.32	-0.54	-0.86
<b>China/Hong Kong</b>	27.79	25.30	-0.38	-1.73	-2.10
<b>Japan</b>	29.00	32.20	-0.02	-2.43	-2.45
<b>Cash</b>	2.80	0.00	0.01	0.00	0.01
<b>Unassigned</b>	-0.28	0.00	-1.01	0.00	-1.01



# Attribution by Sector | Matthews Asia Dividend Fund

Three Years December 31, 2020 to December 31, 2023

Published Portfolio Return <sup>1</sup>	-10.52%
Published Benchmark Return	-2.82%
Published Relative Return <sup>2</sup>	-7.70%
Attributable Portfolio Return	-10.03%
Attributable Relative Return	-7.34%

1 Published portfolio return represents that of the Investor Share Class.

2 The published relative return is calculated as the difference of the published benchmark return from the published portfolio return.

**Benchmark: MSCI All Country Asia Pacific Index**

The attribution report shows the extent to which the portfolio manager's strategies affect a fund's performance relative to the performance of the fund's benchmark index. Allocation Effect shows the effect on fund performance of either over- or under-weighting a market (a sector, country or region, depending on the type of fund) relative to its benchmark. Selection + Interaction Effect shows how the decision to hold individual securities within the particular sector, country or region performed relative to the benchmark.

Attributed performance is calculated using FactSet Research Systems, Inc. The methodology of calculation is different from the published NAV and will not match performance based on the published NAV. Performance shown is historical and no guarantee of future results. Current performance may be lower or higher. Returns current to the most recent month-end are available at [matthewsasiasia.com](http://matthewsasiasia.com). Investment returns and principal value will fluctuate so that when redeemed, shares may be worth more or less than their original cost. Benchmark performance is unaudited.

Please refer to the disclosures for index definition. Unassigned may include fees, expense accruals, offsets, warrants and rights.

	Average Portfolio Wt	Average Benchmark Wt	Allocation Effect	Selection + Interaction Effect	Total Effect
<b>Total Portfolio</b>	<b>100.00</b>	<b>100.00</b>	<b>-1.75</b>	<b>-5.59</b>	<b>-7.34</b>
<b>Utilities</b>	0.74	2.09	-0.04	0.06	0.02
<b>Communication Services</b>	10.78	8.84	-0.19	0.15	-0.04
<b>Energy</b>	0.67	2.63	-0.28	0.03	-0.25
<b>Consumer Staples</b>	6.19	5.69	-0.18	-0.15	-0.33
<b>Information Technology</b>	13.26	17.91	0.10	-0.51	-0.41
<b>Financials</b>	13.68	18.29	-0.52	0.01	-0.51
<b>Real Estate</b>	6.85	3.87	-0.07	-0.45	-0.52
<b>Health Care</b>	6.89	6.73	0.04	-0.65	-0.61
<b>Materials</b>	4.26	6.89	-0.10	-0.56	-0.66
<b>Industrials</b>	12.27	11.68	0.04	-1.29	-1.25
<b>Consumer Discretionary</b>	21.89	15.33	-0.49	-1.29	-1.78
<b>Cash</b>	2.80	0.00	0.01	0.00	0.01
<b>Unassigned</b>	-0.28	0.04	-0.08	-0.93	-1.01



# Attribution by Country | Matthews Asia Dividend Fund

Five Years December 31, 2018 to December 31, 2023

Published Portfolio Return <sup>1</sup>	0.89%
Published Benchmark Return	5.70%
Published Relative Return <sup>2</sup>	-4.81%
Attributable Portfolio Return	1.52%
Attributable Relative Return	-4.32%

1 Published portfolio return represents that of the Investor Share Class.

2 The published relative return is calculated as the difference of the published benchmark return from the published portfolio return.

Benchmark: MSCI All Country Asia Pacific Index

The attribution report shows the extent to which the portfolio manager's strategies affect a fund's performance relative to the performance of the fund's benchmark index. Allocation Effect shows the effect on fund performance of either over- or under-weighting a market (a sector, country or region, depending on the type of fund) relative to its benchmark. Selection + Interaction Effect shows how the decision to hold individual securities within the particular sector, country or region performed relative to the benchmark.

Attributed performance is calculated using FactSet Research Systems, Inc. The methodology of calculation is different from the published NAV and will not match performance based on the published NAV. Performance shown is historical and no guarantee of future results. Current performance may be lower or higher. Returns current to the most recent month-end are available at [matthewsasiasia.com](http://matthewsasiasia.com). Investment returns and principal value will fluctuate so that when redeemed, shares may be worth more or less than their original cost. Benchmark performance is unaudited.

Please refer to the disclosures for index definition. Unassigned may include fees, expense accruals, offsets, warrants and rights.

	Average Portfolio Wt	Average Benchmark Wt	Allocation Effect	Selection + Interaction Effect	Total Effect
<b>Total Portfolio</b>	<b>100</b>	<b>100</b>	<b>-2.46</b>	<b>-1.86</b>	<b>-4.32</b>
<b>Thailand</b>	0.64	1.32	0.08	0.06	0.15
<b>Australia</b>	6.67	10.32	0.08	0.02	0.11
<b>Malaysia</b>	0.00	1.02	0.11	0.00	0.11
<b>Philippines</b>	1.40	0.50	-0.04	0.05	0.02
<b>New Zealand</b>	0.00	0.34	0.01	0.00	0.01
<b>Macau</b>	0.00	0.14	0.01	0.00	0.01
<b>Indonesia</b>	1.52	1.10	0.03	-0.03	0.00
<b>Pakistan</b>	0.00	0.01	0.00	0.00	0.00
<b>United States</b>	0.00	0.01	-0.01	0.00	-0.01
<b>Singapore</b>	5.67	1.86	-0.38	0.34	-0.05
<b>Bangladesh</b>	1.06	0.00	-0.13	0.00	-0.13
<b>South Korea</b>	7.50	7.79	0.03	-0.26	-0.23
<b>India</b>	4.39	7.12	-0.21	-0.04	-0.25
<b>Vietnam</b>	3.60	0.00	-0.32	0.00	-0.32
<b>Taiwan</b>	5.21	8.57	-0.36	-0.17	-0.52
<b>China/Hong Kong</b>	31.44	26.11	-0.07	-0.52	-0.58
<b>Japan</b>	28.82	33.78	-0.02	-1.33	-1.35
<b>Cash</b>	2.28	0.00	-0.15	0.00	-0.15
<b>Unassigned</b>	-0.20	0.00	-1.13	0.00	-1.13





# Attribution by Sector | Matthews Asia Dividend Fund

Five Years December 31, 2018 to December 31, 2023

Published Portfolio Return <sup>1</sup>	0.89%
Published Benchmark Return	5.70%
Published Relative Return <sup>2</sup>	-4.81%
Attributable Portfolio Return	1.52%
Attributable Relative Return	-4.32%

<sup>1</sup> Published portfolio return represents that of the Investor Share Class.

<sup>2</sup> The published relative return is calculated as the difference of the published benchmark return from the published portfolio return.

**Benchmark: MSCI All Country Asia Pacific Index**

The attribution report shows the extent to which the portfolio manager's strategies affect a fund's performance relative to the performance of the fund's benchmark index. Allocation Effect shows the effect on fund performance of either over- or under-weighting a market (a sector, country or region, depending on the type of fund) relative to its benchmark. Selection + Interaction Effect shows how the decision to hold individual securities within the particular sector, country or region performed relative to the benchmark.

Attributed performance is calculated using FactSet Research Systems, Inc. The methodology of calculation is different from the published NAV and will not match performance based on the published NAV. Performance shown is historical and no guarantee of future results. Current performance may be lower or higher. Returns current to the most recent month-end are available at [matthewsasiasia.com](http://matthewsasiasia.com). Investment returns and principal value will fluctuate so that when redeemed, shares may be worth more or less than their original cost. Benchmark performance is unaudited.

Please refer to the disclosures for index definition. Unassigned may include fees, expense accruals, offsets, warrants and rights.

	Average Portfolio Wt	Average Benchmark Wt	Allocation Effect	Selection + Interaction Effect	Total Effect
<b>Total Portfolio</b>	<b>100.00</b>	<b>100.00</b>	<b>-1.01</b>	<b>-3.31</b>	<b>-4.32</b>
<b>Financials</b>	11.46	18.54	0.27	-0.16	0.11
<b>Real Estate</b>	6.47	4.38	-0.24	0.29	0.05
<b>Consumer Staples</b>	9.88	6.01	-0.44	0.48	0.04
<b>Utilities</b>	1.36	2.28	0.05	-0.09	-0.05
<b>Energy</b>	1.18	2.67	-0.11	-0.16	-0.28
<b>Health Care</b>	6.15	6.74	-0.01	-0.29	-0.30
<b>Information Technology</b>	12.31	16.21	-0.21	-0.14	-0.34
<b>Materials</b>	4.00	6.52	-0.07	-0.29	-0.35
<b>Communication Services</b>	10.46	9.40	-0.14	-0.36	-0.49
<b>Consumer Discretionary</b>	23.26	15.32	0.07	-0.62	-0.55
<b>Industrials</b>	11.38	11.89	0.06	-0.94	-0.88
<b>Cash</b>	2.28	0.00	-0.15	0.00	-0.15
<b>Unassigned</b>	-0.20	0.03	-0.10	-1.02	-1.13



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# Attribution Disclosure

Performance attribution reports are calculated with a holdings-based methodology using software supplied by FactSet Research Systems, Inc. The performance shown will not equate to the standard, published performance for the Fund. The quarterly or annual periods shown in the attribution reports should be considered short-term, while it is appropriate to have a long-term horizon when investing in a mutual fund. Fund performance should be evaluated over such a long-term horizon. Relative performance in a particular sector or country over a short period, and relative performance due to asset allocation or stock selection over a short period is no indication or guarantee of performance over longer time horizons. The sector or country allocation shown may not be representative of the Fund's current or future investments. None of the data displayed should be considered as a recommendation.

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# Matthews Asia Dividend Fund Investment Team

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## **ROBERT J. HORROCKS, PhD**

Robert Horrocks is Portfolio Manager at Matthews and manages the firm's Asian Growth and Income and Asia Dividend Strategies. Before joining Matthews in 2008, Robert was Head of Research at Mirae Asset Management in Hong Kong. From 2003 to 2006, Robert served as Chief Investment Officer for Everbright Pramerica in China, establishing its quantitative investment process. He started his career as a Research Analyst with WI Carr Securities in Hong Kong before moving on to spend eight years working in several different Asian jurisdictions for Schroders, including stints as Country General Manager in Taiwan, Deputy Chief Investment Officer in Korea and Designated Chief Investment Officer in Shanghai. Robert earned his PhD in Chinese Economic History from Leeds University in the United Kingdom, and is fluent in Mandarin.

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## **KENNETH LOWE, CFA**

Kenneth Lowe is a Portfolio Manager at Matthews and manages the firm's Asian Growth and Income and Asia Dividend Strategies. Prior to joining Matthews in 2010, he was an Investment Manager on the Asia and Global Emerging Market Equities Team at Martin Currie Investment Management in Edinburgh, Scotland. Kenneth received an M.A. in Mathematics and Economics from the University of Glasgow.

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## **SIDDHARTH BHARGAVA**

Siddharth Bhargava is a Portfolio Manager at Matthews and co-manages the firm's Asian Growth and Income and Asia Dividend Strategies. Prior to joining Matthews in 2011, he was an Investment Analyst at Navigator Capital. Siddharth also served as a credit and debt market research assistant to Dr. Edward Altman at the New York University Salomon Center. From 2005 to 2008, he was a Credit Analyst at Sandell Asset Management. Siddharth received a B.A. in Economics from the University of Virginia and an MBA from the Stern School of Business at New York University. He is fluent in Hindi and conversational in German.

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## **WINNIE CHWANG**

Winnie Chwang is a Portfolio Manager at Matthews and manages the firm's China Small Companies and China Dividend Strategies and co-manages the China, Pacific Tiger and Asia Dividend Strategies. She joined the firm in 2004 and has built her investment career at the firm. Winnie earned an MBA from the Haas School of Business and received her B.A. in Economics with a minor in Business Administration from the University of California, Berkeley. She is fluent in Mandarin and conversational in Cantonese.

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## **ELLI LEE**

Elli Lee is a Portfolio Manager at Matthews and manages the firm's Korea Strategy and co-manages the Asia Dividend, China Dividend and Asian Growth and Income Strategies. Prior to joining Matthews in 2016, Elli worked at Bank of America Merrill Lynch for 10 years, most recently in Korean Equity Sales and previously as an Equity Research Analyst covering South Korea's engineering, construction, steel and education sectors. From 2003 to 2005, Elli was an Investor Relations Specialist at Hana Financial Group in Seoul. She earned a Master of Science in Global Finance from the Hong Kong University of Science and Technology Business School and New York University Stern School of Business, and received a B.A. in Economics from Bates College. Elli is fluent in Korean.

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## **DONGHOON HAN\***

Donghoon Han is a Portfolio Manager at Matthews and manages the firm's Japan Strategy. Prior to joining Matthews in 2020, Donghoon was Vice President and portfolio manager at Goldman Sachs Asset Management in Tokyo, responsible for investments in technology, automotive and transportation sectors in Japan. From 2014 to 2016, he was a senior associate at Citadel Global Equities researching technology and industrial sectors in Japan. From 2010 to 2014, Donghoon worked at Dodge & Cox as an equity research associate covering global technology sector with a focus on semiconductors and electronic components. He received B.A. in International Liberal Arts from Waseda University in Tokyo. Donghoon is fluent in Japanese and Korean. He is a Chartered Member of the Securities Analysts Association of Japan.

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\*Note: Donghoon Han is a Portfolio Manager at Matthews Asia and serves as an analyst on the Asia Dividend Strategy.



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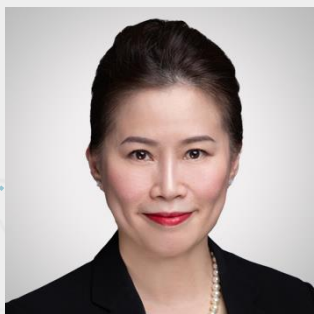
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## Contact Us:

To learn more about Matthews or how the Matthews Asia Funds can complement globally diversified portfolios, please visit **matthewsasiasia.com** or contact us directly

### Global Distribution Team:



**Beonca Yip\***

Head of Asia Pacific

+852-9371-3808 / +852-3901-0888  
**Beonca.Yip@matthewsasiasia.com**



**Doug Byrkit**

Head of Distribution and  
Global Client Services

+1 512-820-9887  
**Doug.Byrkit@matthewsasiasia.com**



**Neil Steedman\***

Head of International Distribution

+44 203 728 2667  
**Neil.Steedman@matthewsasiasia.com**



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# Disclosure

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The Lipper Pacific Region Funds Category includes Funds that concentrate their investments in equity securities with primary trading markets or operations concentrated in the Western Pacific Basin region or a single country within this region.

The Lipper Pacific ex Japan Funds Category includes Funds that concentrate their investments in equity securities with primary trading markets or operations concentrated in the Pacific region (including Asian countries) and that specifically do not invest in Japan.

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# Index Definitions

The Bloomberg European 500 Index is a free float capitalization-weighted index of the 500 most highly capitalized European companies.

The iShares MSCI Emerging Markets ETF (EEM) is an exchange-traded fund incorporated in the USA. The ETF tracks the performance of the MSCI TR Emerging Markets Index. The ETF holds emerging market stocks that can predominantly be classified as large and mid-cap.

The iShares MSCI Europe Small-Cap ETF seeks to track the investment results of an index composed of small-capitalization developed market equities in Europe.

The iShares MSCI Frontier 100 ETF seeks to track the investment results of an index composed of frontier market equities.

The MSCI All Country Asia ex Japan Index is a free float-adjusted market capitalization-weighted index of the stock markets of China, Hong Kong, India, Indonesia, Malaysia, Philippines, Singapore, South Korea, Taiwan and Thailand.

The MSCI All Country Asia ex Japan Small Cap Index is a free float-adjusted market capitalization-weighted index of small cap index of the stock markets of China, Hong Kong, India, Indonesia, Japan, Malaysia, Philippines, Singapore, South Korea, Taiwan and Thailand.

The MSCI All Country Asia Pacific Index is a free float-adjusted market capitalization-weighted index of the stock markets of Australia, China, Hong Kong, India, Indonesia, Japan, Malaysia, New Zealand, Philippines, Singapore, South Korea, Taiwan and Thailand.

The MSCI All Country World Index (ACWI) captures large and mid cap representation across 23 Developed Markets (DM) and 24 Emerging Markets (EM) countries. With 2,489 constituents, the index covers approximately 85% of the global investable equity opportunity set.

The MSCI Australia Index is a free float-adjusted, market capitalization-weighted index of equity market performance in Australia.

The MSCI China Index is a free float-adjusted market capitalization-weighted index of Chinese equities that includes H shares listed on the Hong Kong exchange, B shares listed on the Shanghai and Shenzhen exchanges, Hong Kong-listed securities known as Red chips (issued by entities owned by national or local governments in China) and P Chips (issued by companies controlled by individuals in China and deriving substantial revenues in China), and foreign listings (e.g. ADRs).

The MSCI China All Shares Index captures large and mid-cap representation across China A-shares, B-shares, H-shares, Red-chips, P-chips and foreign listings (e.g. ADRs).

The MSCI China Small Cap Index is a free float-adjusted market capitalization-weighted small cap index of the Chinese equity securities markets, including H shares listed on the Hong Kong exchange, B shares listed on the Shanghai and Shenzhen exchanges, Hong Kong-listed securities known as Red Chips (issued by entities owned by national or local governments in China) and P Chips (issued by companies controlled by individuals in China and deriving substantial revenues in China), and foreign listings (e.g., ADRs).

The MSCI EAFE Index is a free float-adjusted market capitalization index that is designed to measure the equity market performance of developed markets, excluding the US & Canada.

The MSCI Emerging Markets (EM) Asia Index captures large and mid cap representation across 9 Emerging Markets countries. With 567 constituents, the index covers approximately 85% of the free float-adjusted market capitalization in each country.

The MSCI Emerging Markets Index is a free float-adjusted market capitalization-weighted index of the stock markets of Argentina, Brazil, Chile, China, Colombia, Czech Republic, Egypt, Greece, Hungary, India, Indonesia, Malaysia, Mexico, Pakistan, Peru, Philippines, Poland, Qatar, Russia, Saudi Arabia, South Africa, South Korea, Taiwan, Thailand, Turkey and United Arab Emirates.

The MSCI Emerging Markets Equity Index captures large and mid cap representation across 23 Emerging Markets (EM) countries. With 829 constituents, the index covers approximately 85% of the free float-adjusted market capitalization in each country.

The MSCI Emerging Markets (EM) Latin America Index captures large and mid-cap representation across 5 Emerging Markets (EM) countries in Latin America. With 110 constituents, the index covers approximately 85% of the free float-adjusted market capitalization in each country.

The MSCI Emerging Markets EMEA Index captures large and mid cap representation across 10 Emerging Markets (EM) countries in Europe, the Middle East and Africa (EMEA). With 163 constituents, the index covers approximately 85% of the free float-adjusted market capitalization in each country.

The MSCI Europe Index is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of the developed markets in Europe. The MSCI Europe Index consists of the following 15 developed market country indexes: Austria, Belgium, Denmark, Finland, France, Germany, Ireland, Italy, the Netherlands, Norway, Portugal, Spain, Sweden, Switzerland, and the United Kingdom.

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# Index Definitions

The MSCI Europe Small Cap Index captures small cap representation across the 15 Developed Markets (DM) countries in Europe. With 985 constituents, the index covers approximately 14% of the free float-adjusted market capitalization in the European equity universe.

The MSCI Frontier Markets Index captures large and mid cap representation across 29 Frontier Markets (FM) countries. The index includes 110 constituents, covering about 85% of the free float-adjusted market capitalization in each country.

The MSCI India Index is a free float-adjusted market capitalization index that is designed to measure the performance of the large and mid -cap segments of the Indian market.

The MSCI India Small Cap Index is designed to measure the performance of the small cap segment of the Indian market. With 253 constituents, the index represents approximately 14% of the free float-adjusted market capitalization of the India equity universe.

The MSCI Japan Index is a free float-adjusted market capitalization-weighted index of Japanese equities listed in Japan. The MSCI Japan Value Index captures large and mid cap Japanese securities exhibiting overall value style characteristics. The value investment style characteristics for index construction are defined using three variables: book value to price, 12-month forward earnings to price and dividend yield. With 173 constituents, the index targets 50% coverage of the free float-adjusted market capitalization of the MSCI Japan Index.

The MSCI Japan Growth Index is a free-float weighted equity index.

The MSCI Japan Small Cap Index is designed to measure the performance of the small cap segment of the Japanese market. With 926 constituents, the index represents approximately 14% of the free float-adjusted market capitalization of the Japan equity universe.

The MSCI Japan Value Index captures large and mid cap Japanese securities exhibiting overall value style characteristics. The value investment style characteristics for index construction are defined using three variables: book value to price, 12-month forward earnings to price and dividend yield. With 176 constituents, the index targets 50% coverage of the free float-adjusted market capitalization of the MSCI Japan Index.

The Korea Composite Stock Price Index (KOSPI) is a capitalization-weighted index of all common stocks listed on the Korea Stock Exchange.

The MSCI United Kingdom Index is a free float-adjusted market capitalization index designed to measure the performance of the large and mid-cap segments of the UK market.

The MSCI USA Index is a free float adjusted market capitalization index that is designed to measure large and mid cap US equity market performance.

The MSCI USA Small Cap Index is designed to measure the performance of the small cap segment of the US equity market. With 1,782 constituents, the index represents approximately 14% of the free float-adjusted market capitalization in the US.

The Russell 2000 index is an index measuring the performance approximately 2,000 small-cap companies in the Russell 3000 Index, which is made up of 3,000 of the biggest U.S. stocks. The Russell 2000 serves as a benchmark for small-cap stocks in the United States. The weighted average market capitalization for companies in the Russell 2000 is about US\$1.3 billion and the index itself is frequently used as a benchmark for small-cap mutual funds.

The S&P 500 Index is a broad market-weighted index dominated by blue-chip stocks in the U.S.

The S&P Bombay Stock Exchange 100 (S&P BSE 100) Index is a free float-adjusted market capitalization-weighted index of 100 stocks listed on the Bombay Stock Exchange.

The SSE Composite Index also known as SSE Index is a stock market index of all stocks that are traded at the Shanghai Stock Exchange.

The Shanghai Stock Exchange Composite Index is a capitalization-weighted index. The index tracks the daily price performance of all A-shares and B-shares listed on the Shanghai Stock Exchange.

The STOXX Europe 600 Index is derived from the STOXX Europe Total Market Index (TMI) and is a subset of the STOXX Global 1800 Index. With a fixed number of 600 components, the STOXX Europe 600 Index represents large, mid and small capitalization companies across 18 countries of the European region: Austria, Belgium, Czech Republic, Denmark, Finland, France, Germany, Greece, Ireland, Italy, Luxembourg, the Netherlands, Norway, Portugal, Spain, Sweden, Switzerland and the United Kingdom.

The Tokyo Stock Price Index (TOPIX) is a capitalization-weighted index of all companies listed on the First Section of the Tokyo Stock Exchange.

The TOPIX Small Index is a capitalization-weighted index designed to measure the performance of the stocks listed on the First Section of the Tokyo Stock Exchange, excluding the TOPIX 500 stocks and non-eligible stocks.

Indexes are unmanaged and it is not possible to invest directly in an index.



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# Glossary

CAGR (Compound Annual Growth Rate) is the year-over-year growth rate of an investment over a specified period of time.

DCF (Discounted Cash Flow) is a valuation method used to estimate the attractiveness of an investment opportunity. DCF analysis uses future free cash flow projections and discounts them to arrive at a present value estimate, which is used to evaluate the potential for investment.

EBIT Margin (Earnings Before Interest and Taxation Margin) is a profitability measure equal to EBIT divided by net revenue. This value is useful when comparing multiple companies, especially within a given industry, and also helps evaluate how a company has grown over time.

EBITDA (Earnings Before Interest and Taxation, Depreciation and Amortization) is a measure of a company's earnings before considering the financing of that company (the share of equity capital and debt employed), and disregarding potential depreciation and amortization policies, which can be very different. EBITDA allows like-for-like comparisons between different companies' performance.

EPS (Earnings per Share) is the amount of annual profit (after tax and all other expenses) attributable to each share in a company. EPS is calculated by dividing profit by the average number of shares on issue.

EVA (Economic Value Added) is a measure of a company's financial performance based on the residual wealth calculated by deducting cost of capital from its operating profit (adjusted for taxes on a cash basis).

EV/EBITDA (Enterprise Multiple) is a ratio used to determine the value of a company. The enterprise multiple looks at a firm as a potential acquirer would, because it takes debt into account - an item which other multiples like the P/E ratio do not include.

EV (Enterprise Value) is a measure of a company's value, often used as an alternative to straightforward market capitalization. Enterprise value is calculated as market cap plus debt, minority interest and preferred shares, minus total cash and cash equivalents.

FCF (Free Cash Flow) is a measure of financial performance calculated as operating cash flow minus capital expenditures. Free cash flow (FCF) represents the cash that a company is able to generate after laying out the money required to maintain or expand its asset base.

Forward P/E (Forward Price to Earnings) is a measure of the price-to-earnings ratio (P/E) using forecasted earnings for the P/E calculation. While the earnings used are just an estimate and are not as reliable as current earnings data, there still may be benefit in estimated P/E analysis. The forecasted earnings used in the formula can either be for the next 12 months or for the next full-year fiscal period.

Gross Margin is a company's total sales revenue minus its cost of goods sold, divided by the total sales revenue, expressed as a percentage. The gross margin represents the percent of total sales revenue that the company retains after incurring the direct costs associated with producing the goods and services sold by a company.

Net Margin is the ratio of net profits to revenues for a company or business segment—typically expressed as a percentage—that shows how much of each dollar earned by the company is translated into profits. It is calculated by dividing net profit by revenue.

Operating Margin is a ratio used to measure a company's pricing strategy and operating efficiency. Operating margin is a measurement of what proportion of a company's revenue is left over after paying for variable costs of production.

P/E Ratio (Price-to-Earnings Ratio) is a valuation ratio of a company's current share price compared to its per-share earnings, calculated as marketing value per share divided by earnings per share (EPS).

P/B Ratio (Price-to-Book Ratio) is used to compare a stock's market value to its book value. It is calculated by dividing the current closing price of the stock by the latest quarter's book value per share. A lower P/B ratio could mean that the stock is undervalued.

PPP (Purchasing Power Parity) is an economic theory that estimates the amount of adjustment needed on the exchange rate between countries in order for the exchange to be equivalent to each currency's purchasing power.

ROE (Return on Equity) is the amount of net income returned as a percentage of shareholders equity. Return on equity measures a corporation's profitability by revealing how much profit a company generates with the money shareholders have invested, and is calculated as net income divided by shareholder's equity.

ROIC (Return on Invested Capital) is a calculation used to assess a company's efficiency at allocating the capital under its control to profitable investments. The return on invested capital measure gives a sense of how well a company is using its money to generate returns.