



A Rising Young Democracy

2018

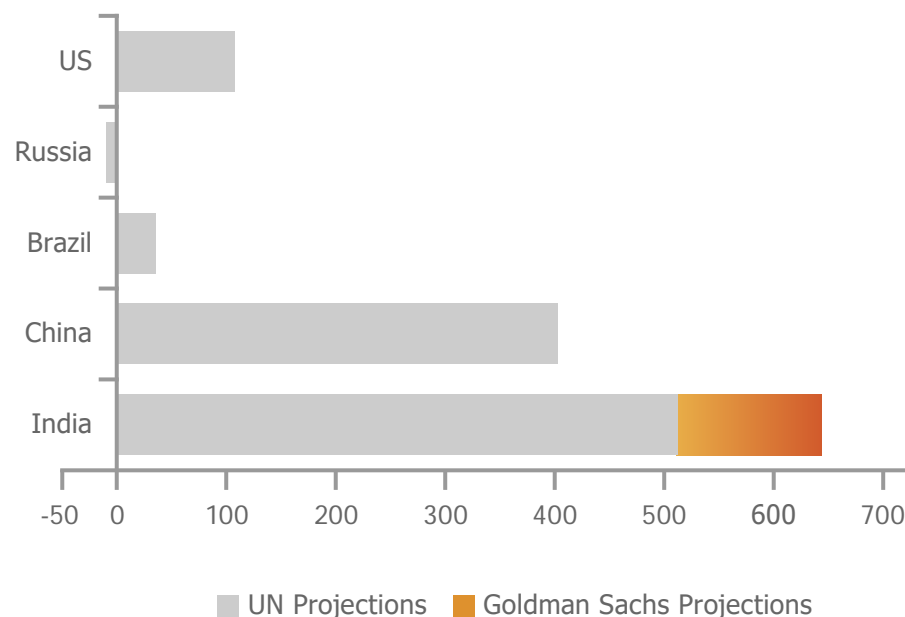
FMG INDIA FUND



The Opportunity

- India is one of the largest and fastest growing emerging market economies
- It is forecast that India will become the world's most populous country within 6 years
- It is expected that India will overtake the US by 2050 as the world's second largest economy
- India has the largest number of people urbanizing and joining the work force
- Real wage growth is rapidly increasing

Number of People Urbanizing 2010-2050 (mn)



“By 2050 India is forecast to comprise about 40% of global middle class consumption”

Sources: UN, GS Global ECS Research projections, ILO, WDI, Bloomberg, Economist



Geography and Demography

- India has a young population which along with continued urbanization creates increased consumer demand and stable domestic growth
- India is the seventh largest country by area, second-largest by population and the world's most populous democracy
- India has the world's second largest pool of engineers and scientist and is the most populous English speaking nation
- Nearly 50% of India's population is below the age of 25 and 65% is below 35

Sources: CIA World Fact Book

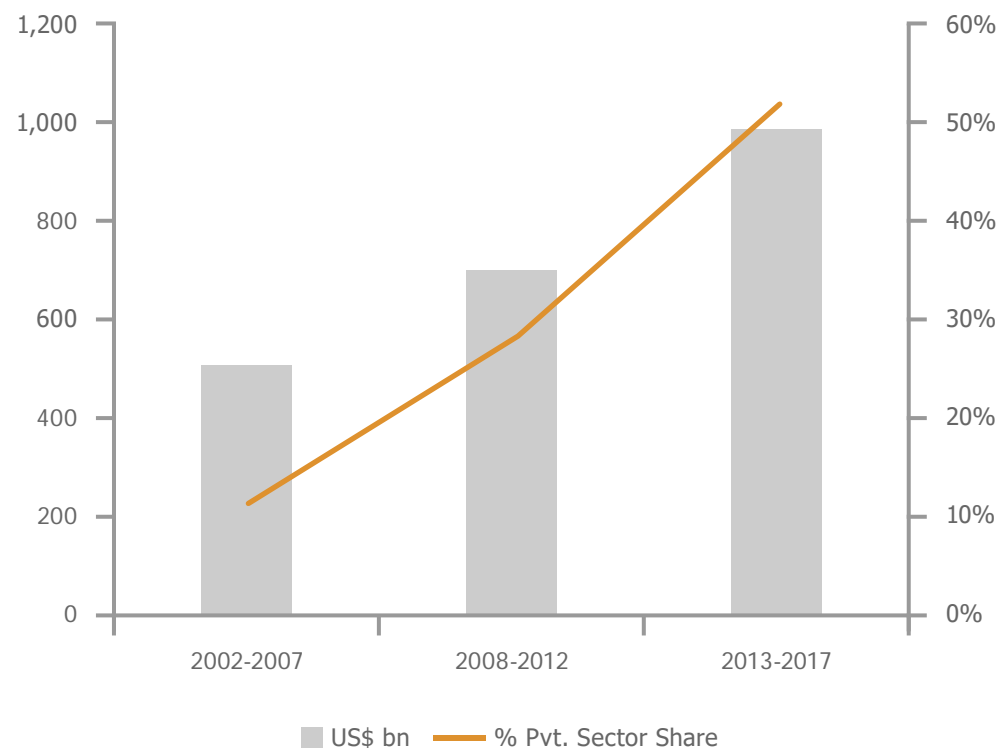




Fundamentals

- India is expected to lead emerging market consumption by 2020
- Timely and smooth implementation of landmark reforms
- Demonetization has potential to bring positive transformation
- Lifted restrictions on foreign direct investments
- Acceleration in per-capita GDP is expected to boost consumption

Expenditure for Infrastructure



Sources: World Bank, CSO, Citigroup, ML

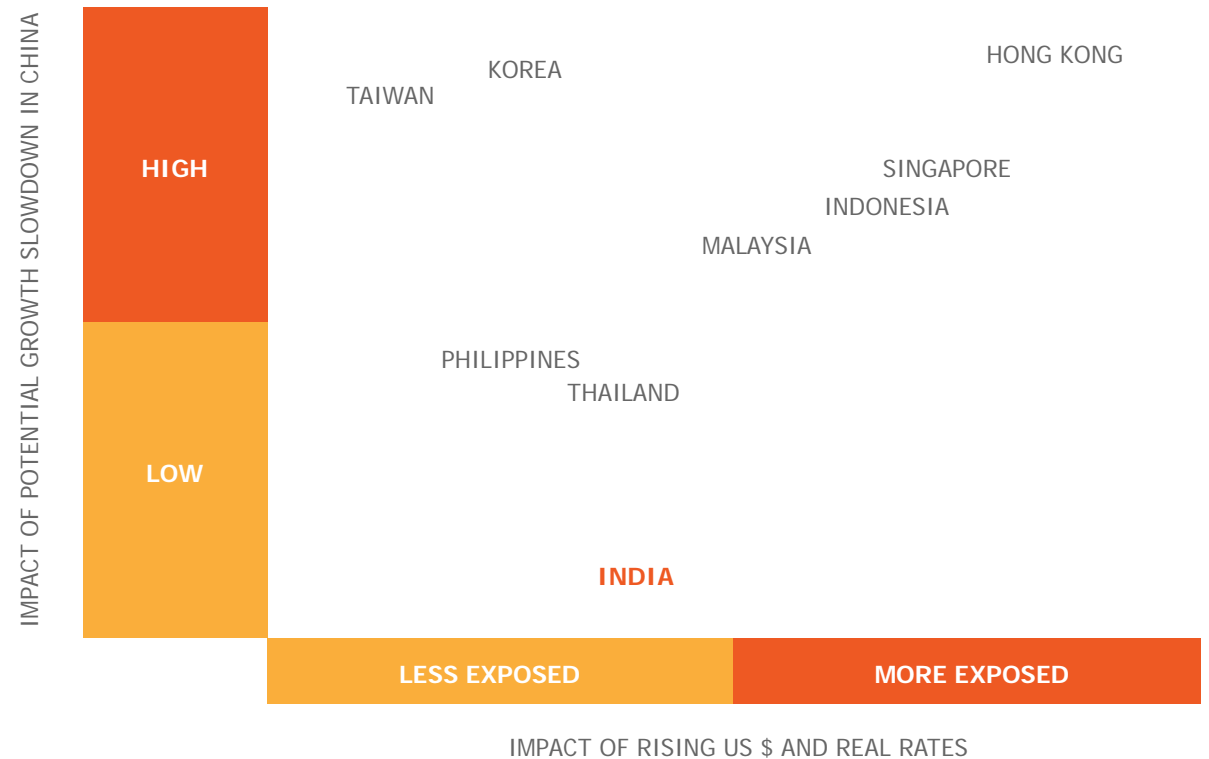


Economy

- Robust economic growth
- Strong fiscal consolidation
- Low current account deficit
- High agricultural output
- Growing FDI
- Low inflation
- Higher wages in rural areas

Sources: World Bank

Which Economies Are More Affected?



Source: Morgan Stanley

Stock Market

- The BSE (Bombay Stock Exchange) established in 1875, is the world's tenth largest stock exchange by market capitalization
- Approximately 5000 companies are listed on the BSE making it the world's largest exchange in terms of listed members. It is also the third largest for index options trading
- The NSE (National Stock Exchange of India) opened in June 1994 and in 2000 it incorporated its derivatives division
- The number of securities listed on the NSE is approximately 1400 equities and 3000 derivatives
- Indian equity markets are still dominated by foreign institutional investors and domestic mutual funds
- The total market capitalization of the BSE and the NSE combined exceeds US\$ tn 3

Source: BSE & NSE





Risks

- Internal political squabbles have been a negative head wind for investors in India, however the political landscape has improved drastically
- Rising oil and food prices can have a negative social impact
- The volatile monsoon season can negatively impact this highly agricultural dependent economy
- India is located in a somewhat unstable geopolitical region and has witnessed terrorist attacks
- Corruption remains an issue in India





Did You Know...

India has a larger film industry than the US and Canada combined

In the early 17th century India was one of the world's richest countries

India invented the number system and the digit zero

India's tech capital, Bangalore, now has more grade-A offices than Singapore

India never invaded any country in her last 1000 years of history





FMG India Fund

The FMG India Fund offers a broad exposure to Indian equities. India has transformed itself from a highly inefficient and slow growing economy to one of the world's fastest growing economies. The investment objective is to achieve long term capital appreciation from underlying portfolios of equities mainly listed on the stock exchanges in India. The fund utilizes a multi-manager approach. Managers are selected based on their proven expertise in managing Indian equity investments. The fund is actively managed, with FMG applying both a top down macro and a long term quantitative model to determine allocations, including cash levels between the sectors and market capitalization. FMG considers risk management and fund liquidity an integral element of the portfolio management process, whilst the fund is well diversified among industry sectors. The opportunistic nature of the fund targets investors with a higher risk-reward return profile.

The Model At a Glance

- Determines the rate of acceleration in any given market
- Forecasts turning points and long term direction of the markets
- Rate of change 2 month period vs. weighted rate of change over last 4 years



“Actively managed through a top-down global economic and quantitative model, designed to generate an optimized and well diversified mix of the various asset classes”



FMG India Fund Terms

Minimum Investment*

Class A and L14: EUR 10,000
 Class B: EUR 100,000

Currencies

EUR SEK USD GBP

Dealing

Weekly

Subscription Fee

Class A and B: Up to 5%
 Class L14: None

Redemption Fee

Share Class A and B: None
 Share Class L14: Year 1 (5%),
 Year 2 (4%), Year 3 (3%),
 Year 4 (2%), Year 5 (1%),
 Year 6 (0%)

Annual Management Fee

Class A and L14: 2% p.a.
 Class B: 1.5% p.a.

Performance Fee

Class A and L14: 20% HWM
 Class B: 10% HWM

Fund Launch

August 2005

Subscription Notice Period

1 Business Day

Redemption Notice Period

5 Business Days

Share Classes & ISIN

Class A USD: MT0000077074
 Class A EUR: MT0000077066
 Class A GBP: MT0000077769
 Class A SEK: MT0000077090
 Class B USD: MT0000077116
 Class B EUR: MT0000077108
 Class L14 USD: MT7000011318
 Class L14 EUR: MT7000011300
 Class L14 GBP: MT7000011326

Administrator

Apex Fund Services

Auditors

Deloitte

Custodian

REYL

Regulator

MFSA (Malta Financial Services Authority)



*Or equivalent amongst the options listed under "Currencies".
 The minimums may not apply to Offshore Portfolio Bonds and/or platforms which may allow down to the equivalent of US \$ 1,000.

Note that this is a marketing document. For detailed descriptions of the terms and conditions, including investment restrictions, as well as brief descriptions of certain risks associated with investing, please refer to the fund's prospectus and offering memorandum.



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