



The Scottish Oriental Smaller Companies Trust plc

Client Update

31 August 2024

Investment Objective

To achieve long-term capital growth by investing mainly in smaller Asian quoted companies with market capitalisations under US\$5,000m at the time of investment, or the equivalent. For investment purposes, the investment region includes Australasia, China, Hong Kong, India, Indonesia, Japan, Malaysia, Pakistan, Philippines, Singapore, South Korea, Sri Lanka, Taiwan, Thailand and Vietnam. Countries in other parts of Asia may be considered with approval of the Board.

Investment Review

Key contributors to performance included Philippine Seven, which reported strong growth in sales and profits. This was driven by an increase in same-store sales as well as the store count. Century Pacific reported better-than-expected profit, with solid sales growth and margin expansion amid lower commodity prices. On the negative side, Computer Age Management Services (CAMS) and Mahanagar Gas declined on likely profit-taking.

Top 10 holdings

Stock name	% of net assets
Colgate-Palmolive India	7.0
Uni-President China	5.2
DPC Dash	5.2
Philippine Seven	5.1
JNBY Design	4.3
Century Pacific Food	4.2
Selamat Sempurna	3.5
Kansai Nerolac Paints	3.1
Blue Star	3.0
Metropolis Healthcare	3.0
Total	43.7

Fund Information

Fund

Launch Date	29 March 1995
NAV per share (p)	1,683.2
Share price (p)	1,470.0
Discount (%)	12.7%
Shares in issue	23,577,766
Net assets (£m)	396.9
Market capitalisation £m	346.6
Debt (£m)*	30.0
SEDOL	0783613
ISIN	GB0007836132
Bloomberg Ticker	SST.LN
Annual Management Fee	0.75%
Ongoing Charges*	0.95%
Performance Fee ¹	See Below
Dividends	Annual; last paid January 2024

Directors

Jeremy Whitley (Chairman), Andrew Baird, Michelle Paisley, Karen Roydon, Uma Bhugtiar.

Investment Manager

Vinay Agarwal is the lead manager of the Scottish Oriental Smaller Companies investment trust, and a Director of FSSA Investment Managers. Based in Singapore, Vinay joined FSSA in July 2011 and has more than 15 years of investment management experience.

¹The Company shall pay to the Manager, during its period of appointment a fee, payable in arrears in respect of each Quarter equal to 0.1875% of the Adjusted Value of Assets (equivalent to 0.75% per annum) as at the Relevant Valuation Date ("the Base Fee") plus a Performance Fee of 10% of that portion of the NAV outperformance over the MSCI All Country Asia ex Japan Small Cap total return Index, which exceeds a 2% hurdle, measured over a rolling three year period; PROVIDED THAT the Base Fee plus the Performance Fee shall not exceed or equal, for any 12 month period, 1.5% of the lesser of (1) the gross asset value of the Fund (as determined from the statutory accounts to the relevant date) or (2) the market capitalization of the Fund, in each case at the relevant 31 August Valuation Date (the "Fee Cap"). See Annual Report for more details. FSSA Investment Managers is a trading name of First Sentier Investors (UK) IM Limited, First Sentier Investors International IM Limited and First Sentier Investors (UK) Funds Limited. Note: Numbers may not sum due to rounding.

*Calculated at the financial year end, including management fees and all other operating expenses but excluding transaction, and certain other, costs. Please refer to the Key Information Document for full costs and charges information.

* On 24 March 2021, the Trust issued £30 million of long-term, fixed rate, senior, unsecured privately placed notes providing the Trust with long-term financing. The notes have a fixed coupon of 2.75% and are to be repaid on 24 March 2041.

Annual Performance

Time Period	1 yr to August 24	1 yr to August 23	1 yr to August 22	1 yr to August 21	1 yr to August 20
NAV %*	17.8	6.5	10.0	26.4	-11.6
Asia Index** %	12.0	-8.4	-7.1	14.7	10.9
Small Cap Index*** %	13.5	1.8	-0.9	37.8	7.1
Share price %	16.5	8.4	10.3	28.8	-14.2

* Total return. **MSCI AC Asia (ex Japan) Index *** MSCI AC Asia (ex Japan) Small Cap Index

Cumulative Performance

Time Period	3 months	6 months	1 year	3 years	5 years	10 years
NAV %*	7.8	8.8	17.8	38.1	54.3	111.3
Asia Index** %	3.0	8.0	12.0	-4.7	21.3	91.0
Small Cap Index*** %	2.4	6.3	13.5	14.5	69.0	112.9
Share price %	10.9	12.2	16.5	39.3	53.9	95.6

* Total return. **MSCI AC Asia (ex Japan) Index *** MSCI AC Asia (ex Japan) Small Cap Index

These figures refer to the past. Past performance is not a reliable indicator of future results. All performance data is as at 31 August 2024. The performance comparative indices shown are the MSCI AC Asia (ex Japan) Index and MSCI AC Asia (ex Japan) Small Cap Index, on an income reinvested gross of tax basis. Sources: i) Trust Manager for Trust performance; ii) Lipper for index performance.

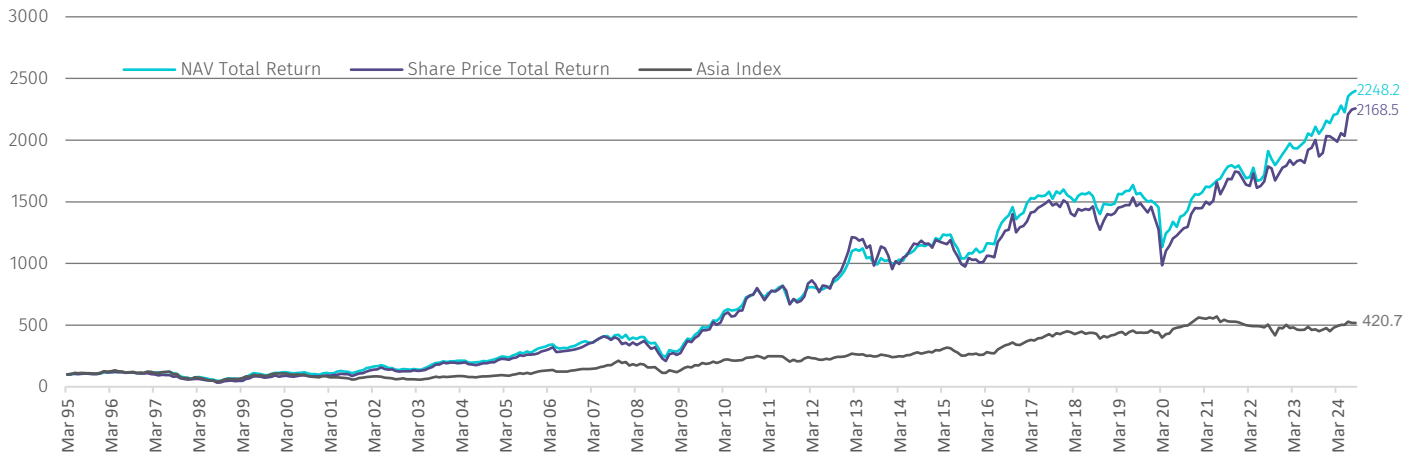
Sector Weightings

Sector name	% of total assets
Consumer Staples	29.8
Consumer Discretionary	24.0
Materials	11.5
Information Technology	10.1
Industrials	8.3
Healthcare	6.9
Financials	6.3
Utilities	3.0
Real Estate	1.7
Logistics	1.6
Communication Services	0.0
Energy	0.0
Gearing	-7.6
Cash	4.3

Country Weightings

Country	Trust (%)	Asia Index (%)	Small cap index (%)
China	19.6	27.9	8.9
Hong Kong	2.0	4.7	3.4
Taiwan	9.2	21.5	25.2
	30.8	54.1	37.6
Australia	0.0	0.0	0.0
Bangladesh	0.0	0.0	0.0
India	41.5	22.8	34.4
Indonesia	12.0	2.0	2.0
New Zealand	1.6	0.0	0.0
Malaysia	0.0	1.8	3.0
Pakistan	0.0	0.0	0.0
Philippines	10.6	0.7	0.9
Singapore	1.5	3.6	5.5
Sri Lanka	0.0	0.0	0.0
South Korea	2.9	13.4	13.3
Thailand	0.0	1.7	3.3
Vietnam	2.3	0.0	0.0
Gearing	-7.6	0.0	0.0
Cash	4.3	0.0	0.0
Total	100.0	100.0	100.0

Cumulative Performance Chart



Note: Figures shown indicate cumulative percentage return since 28 March 1995.

What are the risks?

Investing includes certain risks including:

- **The value of investments and any income from them may go down as well as up and are not guaranteed. Investors may get back significantly less than the original amount invested.**
- **Emerging Markets:** May not provide the same level of investor protection as a developed market; they may involve a higher risk than investing in developed markets.
- **Currency:** The Trust invests in assets which are denominated in other currencies; changes in exchange rates will affect the value of the Trust.
- **Smaller Companies:** The Trust typically invests in smaller company shares which can be more unpredictable and more difficult to sell than those of larger company shares.
- **Leverage:** The Trust may be leveraged due to: i) borrowings; or ii) the use of derivatives to hedge currency exposure. The amount of leverage employed is disclosed on the Trust's website from time to time. Higher leverage increases the potential risk of loss.
- Investment trust share prices may not fully reflect NAV.

†For an overview of the terms of investment, risks, returns and costs and charges please refer to the Key Information Document and the Trust's Investor Disclosure Statement. If you are in any doubt as to the suitability of the Trust for your investment needs please seek investment advice.

How to contact us

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Important Information

This factsheet is a financial promotion.

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