



Scale new heights with opportunities in Japan

United Japan Small and Mid Cap Fund

Invest in securities of small and medium Japanese capitalisation corporations aimed at achieving long-term capital growth.



Best Asset Management House in Asia (20 years)



Right By You

About the United Japan Small and Mid Cap Fund

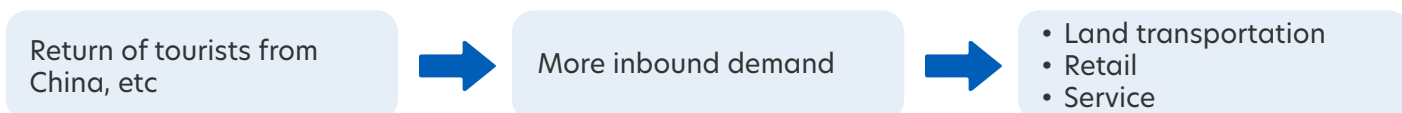
The United Japan Small and Mid Cap Fund (the "Fund") is sub-managed locally by Sumitomo Mitsui DS Asset Management Company. It aims to achieve long-term capital growth through investing in securities of small and medium capitalisation corporations listed, domiciled, or having substantial operations in Japan.



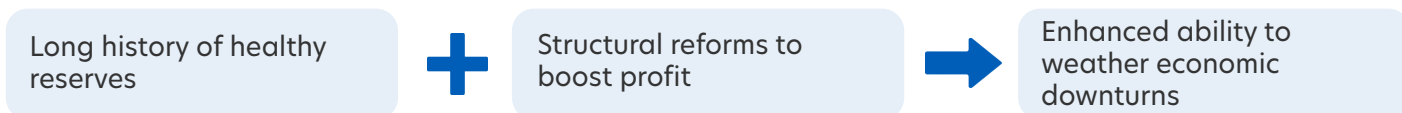
Why Japan?

There has been an increase in inflow of funds from foreign investors, with the buying capacity projected to reach 50 trillion yen (> US\$350 billion) by 2026¹. This is due to 5 key developments in Japan:

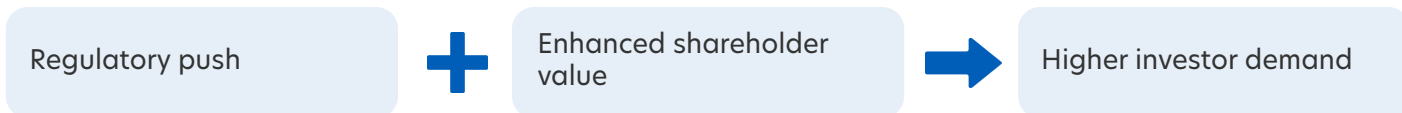
1. Rising domestic demand in Japan



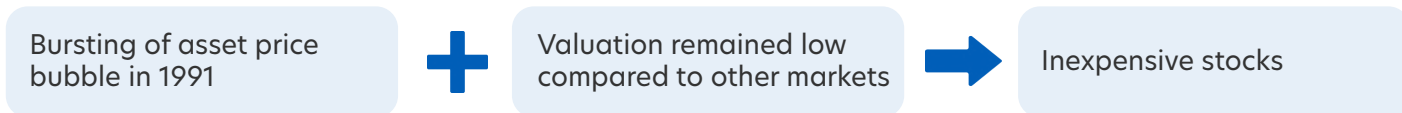
2. Resilience in an economic slowdown



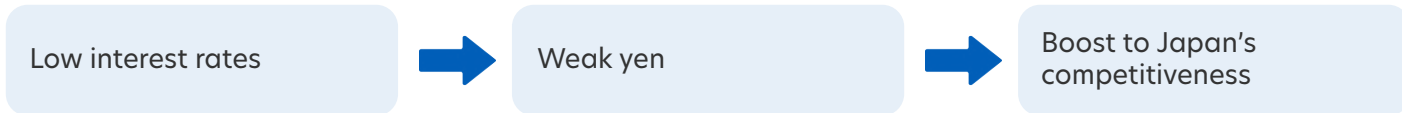
3. Corporate governance reforms



4. Attractive valuations



5. Competitiveness



¹ Source: Bloomberg, SMDAM, as of 30 June 2023

Why invest in Japan's small and mid-cap sectors?

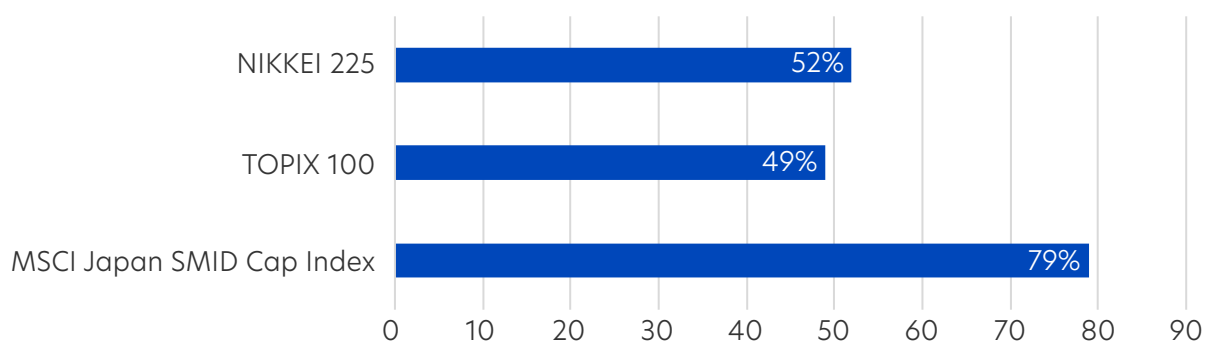
Hidden gems

Small and mid-cap companies represent more than 80% of the Japanese universe, but many are under-researched, under-appreciated and undervalued. This presents opportunities for investors to uncover hidden opportunities.

Domestic representation

Japan small and mid-cap sectors have a higher exposure to domestic-related businesses. With Japan's economy gaining momentum, these sectors are well-positioned to capitalise on the increased domestic demand.

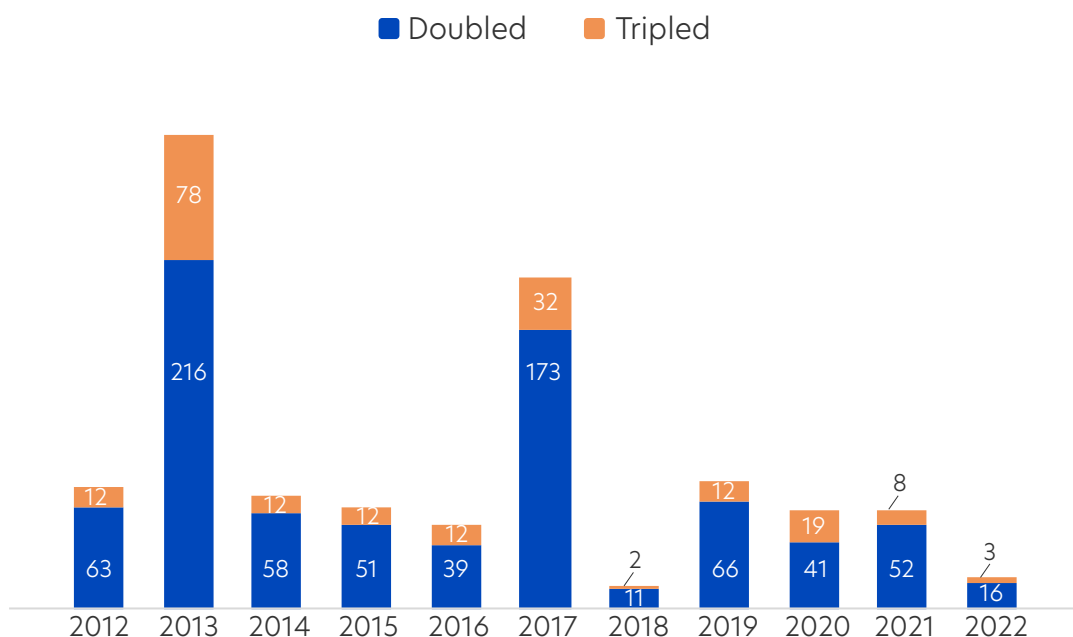
Japanese stocks with >50% revenue from domestic sources²



Attractive growth potential

Japan's small and mid-cap companies offer more attractive growth potential as compared to large cap companies.

Number of small/mid cap stocks that doubled/tripled their market cap in a single year³



² Source: Bloomberg, SMDAM, as of 30 June 2023.

³ Source: Bloomberg, SMDAM as of 31 December 2022. Note: Stocks whose market cap as of the year end has doubled or tripled compared to that of last year end are counted. Constituents of TOPIX Small Index are utilised as the data universe.

Long-term outperformance

Over the past two decades, Japan small and mid-cap stocks have outperformed their bigger-cap counterparts.

Performance Comparison of Indices (USD), 31 May 2001 – 31 July 2023⁴

MSCI Japan Small Cap Index	MSCI Japan Mid Cap Index	MSCI Japan Large Cap Index
4.9%	4.0%	3.2%

Diverse representation

The Japan small and mid-cap universe offers a diverse investment landscape, with companies representing a wide range of industries.

Sectors that the Fund mainly invests in⁵:

Industrials		Materials	
Information Technology		Real Estate	
Consumer Discretionary		Consumer Staples	

⁴ Source: Morningstar, as of 31 July 2023.

⁵ As of 30 June 2023. Refer to the [Fund factsheet](#) for more details on the sector allocation.

Fund details

Fund Name	United Japan Small and Mid Cap Fund
Investment Objective	Aims to achieve long-term capital growth through investing in securities of small and medium capitalisation corporations listed, domiciled, or having substantial operations in Japan.
Fund Classes Available ⁶	Class JPY Class SGD/SGD (Hedged) Class USD
Subscription Mode	Cash – JPY, SGD and USD SRS – SGD
Minimum Subscription	Class JPY: ¥100,000 (initial); ¥50,000 (subsequent) Class SGD/SGD (Hedged): S\$1,000 (initial); S\$500 (subsequent) Class USD: US\$1,000 (initial); US\$500 (subsequent)
Subscription Fee	All Classes: Currently up to 5%, maximum 5%
Management Fee	All Classes: Currently 1.75% p.a.; maximum 2.5% p.a.
Dealing Frequency & Deadline ⁷	Generally every business day, on a forward pricing basis up till 3pm (Singapore time)

⁶ Investors should refer to the Fund's prospectus for more details on the different classes available. Please check with our distributor(s) on the availability of the Fund classes.

⁷ Please check with the distributor(s) or refer to the Fund's prospectus for more details.

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This publication has not been reviewed by the Monetary Authority of Singapore.

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