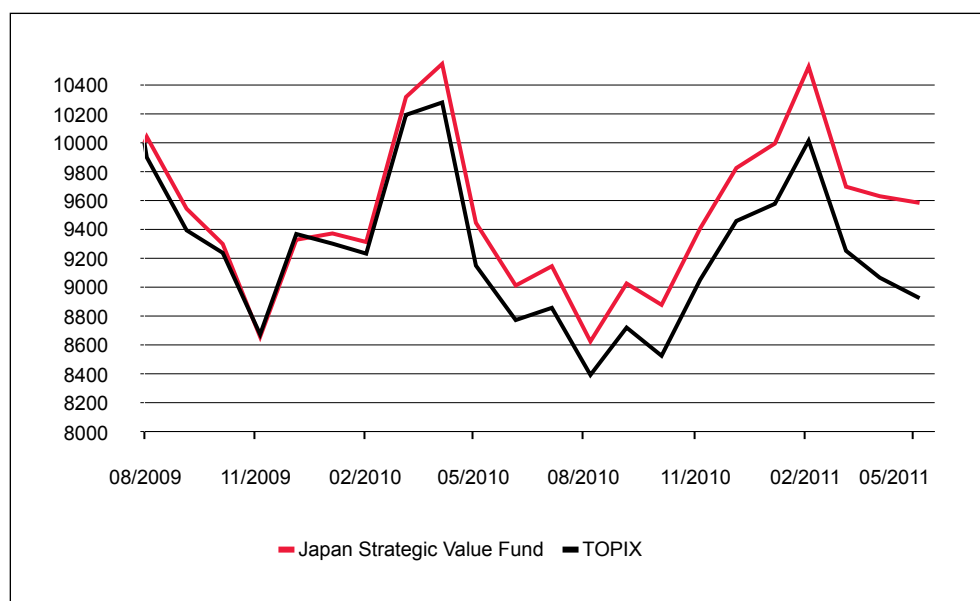


## Fund Review

The Fund outperformed the benchmark by 1.08% in May. Stock selection was positive over the month particularly in the Foods, Machinery, Electric Appliances and Information & Communication sectors. In addition, having no exposure to the Electric Power & Gas sector was a major positive as the sector continues to suffer the after effects of the recent earthquake and tsunami. May was a disappointing month for the Japanese market with investor sentiment remaining poor in the face of signs of slowing growth in the US, monetary tightening in Asia and the ongoing sovereign debt crisis in Europe. In addition there are worries about the robustness of the domestic economy as it struggles to regain momentum after the earthquake, with possible power shortages and disruption to manufacturing supply chains the focus of concerns.

Looking through these immediate concerns, we believe that the underlying fundamentals of the market remain attractive. The recovery from the disaster will likely surprise on the upside in that the return to normality for the corporate sector will probably come sooner expected. Moreover, the market looks cheap. Trying to look through current news flow, we continue to seek out companies with good long-term fundamentals that are attractively valued. Specifically, we look for companies that have strong competitive advantages in their core business areas, those that have clear development targets and those that have a strong financial base.

## Performance of JPY 10,000 since inception against Benchmark



## Cumulative performance in JPY (%) of Class I shares

	1 Mth	3 Mth	YTD	1 Yr	3 Yr	Since inception
Fund	-0.48	-8.96	-2.46	1.46	n/a	-4.16
Benchmark	-1.56	-10.89	-5.65	-2.47	n/a	-10.76

## Standardised performance as at 31 March 2011 in JPY (%) of Class I shares

	2011/2010	2010/2009	2009/2008	2008/2007
Fund	-6.02	n/a	n/a	n/a
Benchmark	-9.23	n/a	n/a	n/a

Source: Nomura Asset Management U.K. Ltd based on Net Asset Value per share calculated by BBH, in JPY.

## May 2011

### Investment Objective

To achieve long-term capital growth through investment in a portfolio of Japanese equity securities.

### Investment Style

- Bottom up stock selection
- Strong value emphasis
- Not constrained by sector weightings

### Benchmark

ToPIX (total return)

### Key Facts

Launch Date	26th August 2009
Fund Type	ICVC
Domicile	Ireland
Base Currency	JPY
NAV Currencies	EUR,GBP,JPY,USD
Year End	31 December
Morningstar Sector	Japan Eq
Bloomberg (A)	NOMJSJA ID
Bloomberg (I)	NOMIRL6 ID
ISIN Code (A)	IE00B3VTHJ49
ISIN Code (I)	IE00B3VTL690
Trading cutoff	12:00 GMT
Trading frequency	Daily
Valuation frequency	Daily
Valuation time	15:00 GMT
Settlement	T + 4
Fund Size	JPY 47.0 b
Number of holdings	167
NAV (A Share)	JPY 10,090
NAV (I Share)	JPY 9,584

Japan Strategic Value Fund

**Top 10 Holdings**

	% weight
NTT Corp	4.77
Mitsubishi UFJ Fin Grp	3.33
Sumitomo Electric Ind	2.93
Seven & I Holdings Co Ltd	2.92
Hitachi Ltd.	2.46
Ajinomoto Co Inc	2.42
Mitsubishi Heavy Ind	1.99
Sumitomo Mitsui Fin Grp	1.93
Tokio Marine Holdings Inc	1.92
NTT DoCoMo Inc	1.69

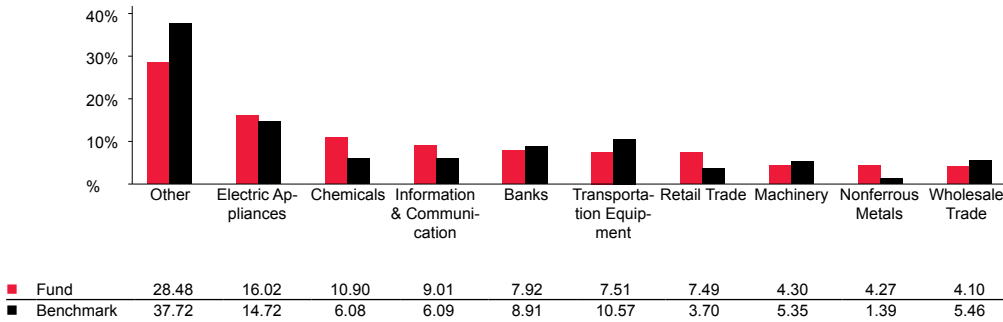
**Top 10 Overweight**

	% active weight
NTT Corp	4.77
Sumitomo Electric Ind	2.93
Seven & I Holdings Co Ltd	2.92
Hitachi Ltd.	2.46
Ajinomoto Co Inc	2.42
Mitsubishi Heavy Ind	1.99
Tokio Marine Holdings Inc	1.92
Yamato Holdings Co Ltd	1.45
Daicel Chemical Ind	1.43
Isetan Mitsukoshi Hldgs	1.41

**Top 10 Underweight**

	% active weight
Honda Motor Co Ltd	1.41
Mitsui & Co Ltd	0.72
Toyota Motor Corp	0.72
Mizuho Fin Group Inc	0.63
Mitsubishi Corp	0.47
JX Holdings Inc	0.25
Inpex Corp	0.25
Nippon Steel Corp	0.19
Astellas Pharma Inc	0.19
Daiichi Sankyo Co Ltd	0.16

**Sector Breakdown**



**Fund Dealing**

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 c/o Brown Brothers Harriman Fund Administration Services (Ireland) Limited  
 Styne House  
 Upper Hatch Street  
 Dublin 2  
 Ireland  
 Telephone: 353-1- 603 6273  
 Fax: 353-1- 603 6310

**Investment Manager**

Nomura Asset Management Co Ltd

**Fund Manager**

Kentaro Takayanagi has 17 years of investment experience and has been at Nomura since 1991.



**Share Class Details**

	Class A	Class I
Management Fee	1.40%	0.85%
Min Initial Sub	\$100,000	\$3m
Min Further Sub	\$50,000	\$1m
Initial Commission	Max 5.00%	0.00%

**Registered for sale**

Austria, Denmark, Finland, Germany, Ireland, Netherlands, Norway, Sweden, Switzerland, United Kingdom

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